

**UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK**

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:
In re: : Chapter 11
:
500 W 184 LLC, : Case No.: 21-10392 (MEW)
:
Debtor. :
:
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**DISCLOSURE STATEMENT FOR AMENDED JOINT
PLAN OF REORGANIZATION FOR 500 W 184 LLC**

New York, New York
October 27, 2021

RUBIN LLC
Paul A. Rubin
Hanh V. Huynh
345 Seventh Avenue, 21st Floor
New York, New York 10001
Tel: 212.390.8054
Fax: 212.390.8064
prubin@rubinlawllc.com
Counsel for Amsterdam Mixed Use LLC

-and-

LAW OFFICE OF WARREN R. GRAHAM
Warren R. Graham
450 Seventh Avenue, Suite 305
New York, New York 10123
Tel: 917.885.2370
showarg@gmail.com
Counsel for 500 W 184 LLC

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THE TERMS OF THE PLAN GOVERN IN THE EVENT OF ANY INCONSISTENCY WITH THE SUMMARIES IN THIS DISCLOSURE STATEMENT. ALL EXHIBITS TO THE DISCLOSURE STATEMENT ARE INCORPORATED INTO AND ARE A PART OF THIS DISCLOSURE STATEMENT AS IF SET FORTH IN FULL HEREIN.

AS TO CONTESTED MATTERS, EXISTING LITIGATION INVOLVING THE DEBTOR, ADVERSARY PROCEEDINGS, AND OTHER ACTIONS OR THREATENED ACTIONS, THIS DISCLOSURE STATEMENT SHALL NOT CONSTITUTE OR BE CONSTRUED AS AN ADMISSION OF ANY FACT OR LIABILITY, STIPULATION OR WAIVER, BUT RATHER AS A STATEMENT MADE WITHOUT PREJUDICE SOLELY FOR SETTLEMENT PURPOSES, WITH FULL RESERVATION OF RIGHTS, AND IS NOT TO BE USED FOR ANY LITIGATION PURPOSE WHATSOEVER. AS SUCH, THIS DISCLOSURE STATEMENT SHALL NOT BE ADMISSIBLE IN ANY NON-BANKRUPTCY PROCEEDING INVOLVING THE PLAN PROPONENTS, THE DEBTOR, OR ANY OTHER PARTY IN INTEREST, NOR SHALL IT BE CONSTRUED TO BE CONCLUSIVE ADVICE ON THE TAX, SECURITIES, FINANCIAL OR OTHER EFFECTS OF THE REORGANIZATION AS TO HOLDERS OF CLAIMS AGAINST OR INTERESTS IN THE DEBTOR.

TO ENSURE COMPLIANCE WITH TREASURY DEPARTMENT CIRCULAR 230, EACH HOLDER IS HEREBY NOTIFIED THAT (A) ANY DISCUSSION OF U.S. FEDERAL TAX ISSUES IN THIS DISCLOSURE STATEMENT IS NOT INTENDED OR WRITTEN TO BE RELIED UPON, AND CANNOT BE RELIED UPON, BY ANY HOLDER FOR THE PURPOSE OF AVOIDING PENALTIES THAT MAY BE IMPOSED ON A HOLDER UNDER THE TAX CODE; (B) SUCH DISCUSSION IS INCLUDED HEREBY BY THE PLAN PROPONENTS IN CONNECTION WITH THE PROMOTION OR MARKETING (WITHIN THE MEANING OF CIRCULAR 230) BY THE PLAN PROPONENTS OF THE TRANSACTIONS OR MATTERS ADDRESSED HEREIN; AND (C) EACH HOLDER SHOULD SEEK ADVICE BASED ON ITS PARTICULAR CIRCUMSTANCES FROM AN INDEPENDENT TAX ADVISOR.

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EXHIBIT A – PLAN

EXHIBIT B – LIQUIDATION ANALYSIS

I. INTRODUCTION

On March 2, 2021 (the “Petition Date”), 500 W 184 LLC (the “Debtor”) filed a petition for relief under chapter 11 of the title 11 of the United States Code (the “Bankruptcy Code”) with the United States Bankruptcy Court for the Southern District of New York (the “Bankruptcy Court”). Contemporaneously herewith, the Debtor and Amsterdam Mixed Use LLC (“Amsterdam Lender” or “Secured Creditor,” and together with the Debtor, the “Plan Proponents”), the Debtor’s senior mortgagee, filed the *Amended Joint Plan of Reorganization for 500 W 184 LLC* (as may be further amended, modified or supplemented, the “Plan”), a copy of which is annexed hereto as Exhibit A, which sets forth the manner in which claims against and interests in the Debtor will be treated. This Disclosure Statement (the “Disclosure Statement”) describes certain aspects of the Plan (including the treatment of creditor claims under the Plan), the Debtor’s business and related matters. Unless otherwise defined, all capitalized terms have the meaning ascribed to them in the Plan.

This Disclosure Statement is submitted to holders of Claims against the Debtor in connection with (i) the solicitation of acceptances of the Plan and (ii) the hearing to consider confirmation of the Plan (the “Confirmation Hearing”) presently scheduled for [], at [] (Eastern Standard Time).

Attached as Exhibits to this Disclosure Statement are copies of the following:

- the Plan (Exhibit A); and
- a liquidation analysis (Exhibit B).

In addition, a ballot for the acceptance or rejection of the Plan (a “Ballot”) is being transmitted with this Disclosure Statement to the holders of Claims in impaired Classes that are entitled to accept or reject the Plan.

The Plan Proponents have moved the Bankruptcy Court for an order approving this Disclosure Statement as containing “adequate information” to enable a hypothetical, reasonable investor typical of the holders of Claims in Classes eligible to vote on the Plan to make an informed judgment as to whether to accept or reject the Plan.

Detailed voting instructions accompany each Ballot. Each holder of a Claim entitled to vote on the Plan should read this Disclosure Statement, the Plan, the other Exhibits hereto and the instructions accompanying the Ballot(s) in their entirety before voting. These documents contain, among other things, important information concerning the classification of Claims for voting purposes and the tabulation of votes. No solicitation of a vote to accept the Plan may be made without giving the voter a Disclosure Statement approved by the Bankruptcy Court.

A. Holders of Claims and Interests Entitled to Vote

Only impaired holders of Allowed Claims or Interests are entitled to vote to accept or reject a proposed chapter 11 plan. Unimpaired Classes are deemed to have accepted the Plan and are not

entitled to vote. Classes of Claims or Interests that will not receive any distribution under a reorganization plan are deemed to have rejected such plan and are not entitled to vote.

Under the Plan, Class 3 (Receivership Claims), Class 4 (Secured Creditor's Secured Claim), Class 5 (General Unsecured Claims), and Class 6 (Equity Interests) are impaired and entitled to vote on the Plan. Class 1 (Other Priority Claims) and Class 2 (New York City Secured Claims) are unimpaired and conclusively deemed to have accepted the Plan.

The Bankruptcy Code defines "acceptance" of a plan by a class of claims as acceptance by creditors in that class that hold at least two-thirds in dollar amount and more than one-half in number of the claims that vote for acceptance or rejection of the plan. For a more detailed description of the requirements for confirmation of the Plan, see Section VII, "Confirmation Procedures."

B. Voting Procedures

If you are entitled to vote to accept or reject the Plan, a Ballot is enclosed for that purpose. If you hold a Claim or an Interest in more than one Class and you are entitled to vote in more than one Class, you will receive separate Ballots that must be used for each separate Class.

Please vote and return your Ballot(s) directly to the following address:

Rubin LLC
345 Seventh Avenue, 21st Floor
New York, New York
Attn: Hanh V. Huynh
hhuynh@rubinlawllc.com

DO NOT RETURN ANY OTHER INSTRUMENTS OR AGREEMENTS WITH YOUR BALLOT. TO BE COUNTED, YOUR BALLOT INDICATING ACCEPTANCE OR REJECTION OF THE PLAN MUST BE RECEIVED NO LATER THAN 5:00 P.M., (EST) ON [], 2021.

Each holder of an Allowed Claim in an impaired Class which receives or retains property under the Plan shall be entitled to vote separately to accept or reject the Plan and indicate such vote on a duly executed and delivered Ballot as provided in such order as is entered by the Bankruptcy Court establishing certain procedures with respect to the solicitation and tabulation of votes to accept or reject the Plan, or any other controlling order or orders of the Bankruptcy Court.

If you are a holder of a Claim entitled to vote on the Plan and you did not receive a Ballot, received a damaged Ballot or lost your Ballot, or if you have any questions concerning the procedures for voting on the Plan, please contact Secured Creditor's bankruptcy counsel at 212-390-8272 or hhuynh@rubinlawllc.com.

C. Confirmation Hearing

The Confirmation Hearing will be held on [], 2021 at [] (EST), before the Honorable Michael E. Wiles, United States Bankruptcy Judge, United States Bankruptcy Court for the

Southern District of New York, One Bowling Green, New York, New York 10004. The Bankruptcy Court has directed that objections, if any, to confirmation of the Plan be served and filed so that they are received on or before [], 2021. Service of any objection to confirmation must be served upon (i) counsel for the Debtor, Warren R. Graham, 450 Seventh Avenue, Suite 305, New York, NY 10123; (ii) counsel for Secured Creditor, Rubin LLC, 345 Seventh Avenue, 21st Floor, New York, NY 10001, Attn: Paul Rubin, Esq.; (iii) the Office of the United States Trustee, 201 Varick Street, Suite 1006, New York, NY 10014 (Attn.: Brian S. Masumoto, Esq.); and (iv) all parties who have timely filed requests for notice under Rule 2002 of the Bankruptcy Rules. The Confirmation Hearing may be adjourned from time to time by the Bankruptcy Court without further notice except for the announcement of the adjournment date made at the Confirmation Hearing or at any subsequent adjourned Confirmation Hearing.

THE PLAN PROPONENTS BELIEVE THAT THE PLAN WILL ENABLE CREDITORS TO MAXIMIZE RECOVERIES AND ACCOMPLISH THE OBJECTIVES OF CHAPTER 11. THE PLAN PROPONENTS BELIEVE THAT ACCEPTANCE OF THE PLAN IS IN THE BEST INTERESTS OF THE DEBTOR AND ITS CREDITORS. THE PLAN PROPONENTS URGE CREDITORS TO VOTE TO ACCEPT THE PLAN.

II. SUMMARY OF THE TREATMENT OF CLAIMS AND INTERESTS

The table below briefly summarizes the specific classification and treatment of Claims and Interests under the Plan. As provided in the Plan, Administrative Claims, Professional Fee Claims, and Priority Tax Claims have not been classified and are excluded from the following Classes in accordance with section 1123(a)(1) of the Bankruptcy Code:

<u>Class</u>	<u>Type of Claim or Interest</u>	<u>Treatment</u>	<u>Estimated Claim Amount (By Class)</u>	<u>Estimated Recovery</u>
N/A	Bankruptcy Fees	The Disbursing Agent shall pay all outstanding fees and charges assessed against the Debtor under 28 U.S.C. § 1930 and any applicable interest due thereon until conversion, dismissal or closing of this Case by means of a final decree, whichever happens earlier. Within ten (10) days after the Effective Date, the Disbursing Agent shall file a closing report detailing all disbursements made at the closing on the Property. All fees and charges assessed against the Debtor under § 1930 of title 28 of the United States Code, and any applicable interest thereon, through dismissal, conversion or entry of a final decree, shall be paid by the Disbursing Agent, in Cash in full as required by statute from proceeds of the Sale Transaction.	\$22,000	100%
N/A	Administrative Claims	Subject to the provisions of Article 7 of the Plan with respect to Disputed Claims, each Administrative Claim, to the extent not previously paid, shall be paid by the Disbursing Agent in Cash in full on (i) the later of the Effective Date, the date payment of such Claim	\$0.00	100%

		is due under the terms thereof or applicable law, or three Business Days after such Claim becomes an Administrative Claim or (ii) as may be otherwise mutually agreed in writing between Secured Creditor and the holder of such Claim.		
N/A	Professional Fee Claims	All Professionals seeking an award by the Bankruptcy Court of Professional Fee Claims shall file their respective final applications for allowance of compensation for services rendered and reimbursement of expenses incurred by the date that is thirty (30) days after the Effective Date. No later than five (5) days prior to the Confirmation Hearing, all entities holding claims for Professional Fee Claims (other than any brokers retained by the Debtor) shall serve via email upon counsels for the Plan Proponents a notice of the estimated amount of their unpaid Professional Fee Claim and the estimate for any post-confirmation fees and expenses of the Debtor's professionals, and the Disbursing Agent shall establish an Estimated Professional Fee Reserve (excluding the fees and expenses of any brokers retained by the Debtor), in an amount not to exceed \$20,000 in the aggregate, to pay such Professional Fee Claim (the aggregate amount of all such Professional Fee Claims not to exceed \$45,000, excluding the claims of any brokers retained by the Debtor), subject to allowance by the Bankruptcy Court (i) upon the later of (A) the Effective Date and (B) the date upon which the order relating to any such Allowed professional Fee Claim becomes a Final Order, or (ii) upon such other terms as may be mutually agreed upon between the holder of such an Allowed Professional Fee Claim and Secured Creditor. Any commissions owed to any brokers retained by the Debtor will be paid at the closing on the sale of the Property.	\$45,000	100%
N/A	Administrative Tax Claims	Subject to the provisions of Article 7 of the Plan with respect to Disputed Claims, all Administrative Tax Claims held by Governmental Units shall be paid, in Cash, in full either (i) on or prior to the Effective Date, or (ii) upon such other terms as may be agreed to, in writing, between Secured Creditor and such Governmental Units on or before the Confirmation Date.	\$0.00	100%
N/A	Priority Tax Claims	Subject to the provisions of Article 7 of the Plan with respect to Disputed Claims, in full satisfaction of Priority Tax Claims, and except as may be otherwise mutually agreed in writing between Secured Creditor and the applicable Governmental Unit, all Priority Tax Claims	\$0.00	100%

		shall be paid by the Disbursing Agent in full on the Effective Date.		
1	Other Priority Claims	Unimpaired. Subject to the provisions of Article 7 of the Plan with respect to Disputed Claims, in full satisfaction of Class 1 Other Priority Claims, the holders of Other Priority Claims shall receive the following treatment: on the Effective Date, or as soon as possible after such Claims become Allowed Claims, each holder of an Allowed Claim in Class 1 shall receive payment from the Disbursing Agent (i) in Cash, in the full amount of its Allowed Other Priority Claim, or (ii) as may be otherwise agreed in writing between Secured Creditor and the holder of such Claim.	\$0.00	100%
2	New York City Secured Claims	Unimpaired. Subject to the provisions of Article 7 of the Plan with respect to Disputed Claims, in full satisfaction of Class 2 New York City Secured Claims, the holder of such Claims shall receive the following treatment: on the Effective Date, or as soon as possible after such Claims become Allowed Claims, the holder of the Class 2 New York City Secured Claims shall receive payment from the Disbursing Agent (i) in Cash, in the full amount of its Allowed Secured Claim, or (ii) as may be otherwise agreed in writing between Secured Creditor and the holder of such Claim.	\$55,710.60	100%
3	Receivership Claims	Impaired. In full satisfaction of Class 3 Receivership Claims, the Receiver shall receive the following treatment, consistent with the terms of the Receiver Stipulation: on the Effective Date, or as soon as reasonably practicable thereafter, the Receiver shall receive payment from the Disbursing Agent, in Cash, in the amount of \$15,000.00.	\$15,000.00	100%
4	Secured Creditor's Secured Claim	Impaired. In full satisfaction of the Class 4 Secured Creditor's Secured Claim, Secured Creditor shall receive the following treatment: (i) to the extent any Cash and Sale Proceeds is remaining after payment of Administrative Claims, Professional Fee Claims, Priority Tax Claims, Class 1 Claims, Class 2 Claims, and Class 3 Claims, on the Effective Date, or as soon as possible after the Secured Creditor's Secured Claim becomes an Allowed Claim, the Secured Creditor shall receive from the Disbursing Agent remaining Cash, if any, up to the full amount of its Allowed Secured Claim, or (ii) if the Property is sold to Secured Creditor by credit bid, then on the Effective Date, Secured Creditor, or its designee, shall	\$2,757,898.15 ¹	[]%

¹ This is an estimated amount as of September 14, 2021. Amsterdam's allowed secured claim is capped at the full amount of the purchase price at the auction.

		take title to the Property free and clear of all Liens, except permitted encumbrances as determined by Secured Creditor (which may include the existing mortgage lien of Secured Creditor, in Secured Creditor's sole discretion). To the extent that Cash and Sale Proceeds are insufficient to pay the Class 4 Claim in full, the deficiency amount shall be treated as a Class 5 Claim, and Secured Creditor shall waive its right to receive a distribution on account of its Class 5 Claim. The Secured Creditor's Secured Claim shall be deemed an Allowed Secured Claim under the Plan. As long as all of the Guarantors (i) fully and timely cooperate with Secured Creditor in the proposal, prosecution and consummation of the terms of the Plan, including the execution and delivery of all documents and notices to implement the Sale Transaction, the transfer of ownership, control and operation of the Property to Purchaser, the turnover of all rents and insurance proceeds whenever received in connection with the Property, and application for exemptions from otherwise applicable federal, state, or local stamp or similar taxes under section 1146 of the Bankruptcy Code, and (ii) cooperate with the Disbursing agent in carrying out its duties under the Plan and refrain from taking any action interfere with such Plan prosecution and implementation, then Secured Creditor covenants not to sue any of the Guarantors with respect to the Guaranty.		
5	General Unsecured Claims	Impaired. Subject to the provisions of Article 7 of the Plan with respect to Disputed Claims, in full satisfaction of Class 5 General Unsecured Claims, the holders of such Claims shall receive the following treatment: on the Effective Date, or as soon as possible after such Claims become Allowed Claims, each holder of an Allowed Class 6 General Unsecured Claim shall receive from the Disbursing Agent, unless otherwise agreed in writing between Secured Creditor and the holder of such Claim, its Pro Rata payment of the remaining Cash and Sale Proceeds after payment of Administrative Claims, Professional Fee Claims, Priority Tax Claims, Class 1 Claims, Class 2 Claims, the Class 3 Claim, and Class 4 Claims; <i>provided, however</i> , if the amount of such remaining Cash and Sale Proceeds available to pay Allowed Class 4 Claims is less than \$20,000.00, Secured Creditor will fund the GUC Contribution to the extent necessary to facilitate the Pro Rata distribution of \$20,000.00 to Class 5 General Unsecured Claims pursuant to Section 4.5 of the Plan.	\$233,783.28	8%

6	Equity Interests	Impaired. On the Effective Date, all Interest Holders shall retain their Interests and their rights as to any remaining balance of Cash, if any, that may exist after payment in full of all Allowed Claims and Classes of Claims against the Debtor. Interests of Equity shall not be extinguished, and the Debtor shall remain responsible for winding down its own affairs, without interfering with the Disbursing Agent's performance under the Plan.	N/A	N/A
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III. OVERVIEW OF CHAPTER 11

Chapter 11 is the principal business reorganization chapter of the Bankruptcy Code. Under chapter 11, a debtor is authorized to reorganize its business for the benefit of interested parties, including its creditors and equity interest holders. In addition to permitting rehabilitation of a debtor, another goal of chapter 11 is to promote equality of treatment for similarly-situated creditors and equity interest holders with respect to the distribution of a debtor's assets.

The commencement of a chapter 11 case creates an estate that is comprised of all of the legal and equitable interests of the debtor as of the filing date. The Bankruptcy Code provides that the debtor may continue to operate its business and remain in possession of its property as a "debtor in possession." The consummation of a plan of reorganization is the principal objective of a chapter 11 reorganization case. A plan of reorganization sets forth the means for satisfying claims against and interests in the debtor. Confirmation of a plan by the bankruptcy court makes the plan binding upon a debtor, any issuer of securities under the plan, any person acquiring property under the plan and any creditor or equity interest holder of a debtor. Subject to certain limited exceptions, the confirmation order discharges a debtor from any debt that arose prior to the date of confirmation of the plan and substitutes therefor the obligations specified under the confirmed plan.

After a plan has been filed, the holders of claims against or interests in a debtor are generally permitted to vote to accept or reject the plan. Before soliciting acceptances of the proposed plan, however, section 1125 of the Bankruptcy Code requires a plan proponent to prepare a disclosure statement containing adequate information of a kind, and in sufficient detail, to enable a hypothetical reasonable investor to make an informed judgment about the plan. The Plan Proponents are submitting this Disclosure Statement to holders of Claims against or Interests in the Debtor to satisfy the requirements of section 1125 of the Bankruptcy Code.

IV. DESCRIPTION OF THE DEBTOR AND EVENTS LEADING TO THE CHAPTER 11 CASE

The Debtor is the owner of real property located at 500 West 184th Street, Bronx, New York 10467 (the "Property"). The Property is the Debtor's sole significant asset. The Property is a mixed use property, consisting of two vacant residential units and three commercial units.

Amsterdam Lender, as assignee, is the holder of that certain Amended and Restated Secured Promissory Note dated June 7, 2019 in the original principal amount of \$1,800,000.00 (the “Note”), secured by that certain Mortgage Consolidation Extension and Modification Agreement, Assignment of Leases and Rents, and Security Agreement dated June 7, 2019 (the “Mortgage,” and together with the Note and all related documents, the “Loan Documents,” and the loan made thereunder, the “Loan”) encumbering the Property. Marie Chery, Elizabeth Chery, and Marie Chery Revocable Living Trust Dated June 17, 2015 (collectively, the “Guarantors”) executed that certain Guaranty dated June 7, 2019 (the “Guaranty”) to guarantee payment of the Debtor’s obligations under the Loan Documents.

Following the Debtor’s default of its obligations under the Loan Documents, Amsterdam Lender commenced a foreclosure action under index number 850274/2019 (the “Foreclosure Action”) in the Supreme Court of the State of New York, County of New York (the “State Court”). By order dated February 18, 2020, the State Court appointed a temporary receiver (the “Receiver”) for the Property. By order dated October 2, 2020, the State Court in the Foreclosure Action entered an order awarding default against the Debtor and other co-defendants for their failure to answer the complaint. The Debtor commenced the above-captioned chapter 11 case (the “Chapter 11 Case”) on the Petition Date, before entry of any judgment of foreclosure and sale in the Foreclosure Action.

Toward the end of June 2021, a portion of the Property suffered a partial roof collapse. On July 9, 2021, the New York City Department of Buildings issued an emergency declaration requiring remediation action to be taken in connection with the partial roof collapse as well as with respect to a portion of the façade at the Property that the Department of Buildings found to be in a state of disrepair.

V. THE CHAPTER 11 CASE

Together with its voluntary petition for relief under chapter 11 of the Bankruptcy Code, the Debtor filed its Schedules of Assets and Liabilities (the “Schedules”) [ECF No. 1] on the Petition Date. The Schedules list Amsterdam Lender as a secured creditor holding a non-contingent, liquidated, undisputed secured claim in the amount of \$2,757,898.15 as of September 14, 2021 (the “Secured Creditor’s Secured Claim”).

Prior to the Petition Date, in connection with its efforts to sell the Property, the Debtor entered into (i) that certain Commission Agreement dated as of March 19, 2020 (the “Commission Agreement”) with Vision Realty Advisors LLC (“Vision”), and (ii) that certain Contract of Sale dated as of October 16, 2020 (the “Sale Contract”), for the sale of the Property to 2500 Amsterdam LLC (“2500 Amsterdam”). The Plan provides that all executory contracts and unexpired leases not assumed by the Debtor, including specifically the Commission Agreement and the Sale Contract, are rejected. The Debtor has determined that rejection of the Sale Contract is necessary and appropriate because the net sale proceeds under the Sale Contract would be insufficient to provide a distribution to the Debtor’s general unsecured creditors.

On May 24, 2021, the Bankruptcy Court entered an order [ECF No. 21] authorizing the Debtor to retain the Law Office of Warren R. Graham as counsel to the Debtor. In connection

with its application to be retained, Debtor's counsel disclosed that it was holding a pre-petition retainer in the amount of \$25,000.00.

On May 19, 2021, the Receiver filed a motion (the "Receiver Motion") [ECF No. 17] for an order, among other things, (i) permitting the Receiver to resign, (ii) fixing and approving the Receiver's commissions, as well as the fees of his counsel and managing agent, in the total amount of \$20,786.42, and (iii) directing Amsterdam Lender to pay such commissions and fees. Amsterdam Lender filed an objection to the portion of the Receiver Motion seeking to compel Amsterdam Lender to pay the fees and commissions of the Receiver. On October 15, 2021, the Bankruptcy Court entered the *Stipulation and Agreed Order Resolving Receiver Claim* (The "Receiver Stipulation") [ECF No. 53], pursuant to which, among other things, the Receiver agreed to accept an allowed claim in the reduced amount of \$15,000 on account of the claims of the Receiver, his attorneys, and his managing agent.

On September 24, 2021, the Bankruptcy Court entered an order [ECF No. 51] approving the retention of Marcus & Millichap as the Debtor's real estate broker. The Debtor will also be seeking authority to retain Maltz Auctions, Inc. as the Debtor's auctioneer and co-broker.

On [], 2021, the Plan Proponents filed this Disclosure Statement and Plan and moved the Bankruptcy Court for an order approving this Disclosure Statement as containing "adequate information" to enable a hypothetical, reasonable investor typical of the Holders of Claims in classes eligible to vote on the Plan to make an informed judgment as to whether to accept or reject the Plan.

VI. SUMMARY OF THE PLAN OF REORGANIZATION

A. Introduction

The Plan Proponents believe that confirmation of the Plan provides the best opportunity for maximizing recoveries for the Debtor's creditors. The Plan provides that creditors will be paid from Cash turned over by the Debtor to the Disbursing Agent and Sale Proceeds, and, if necessary, the GUC Contribution and other Cash contributed by Amsterdam Lender to the extent necessary to fund the payments and distributions called for under the Plan, in the priority established under the Bankruptcy Code. Under the Plan, counsel for the Debtor, as disbursing agent, will make distributions to creditors.

The Plan Proponents believe they will demonstrate to the Bankruptcy Court that the Debtor's creditors will receive less in a hypothetical liquidation under chapter 7 of the Bankruptcy Code than they would under the Plan. The following is a summary of the Plan. The Plan is attached as Exhibit A to this Disclosure Statement. The terms of the Plan govern in the event of any discrepancies with the following discussion.

B. Classification and Treatment of Administrative Claims, Claims and Interests Under the Plan

Only administrative expenses, claims and equity interests that are "allowed" may receive distributions under a chapter 11 plan. Generally speaking, an "allowed" administrative expense,

claim or equity interest means that a debtor agrees, or in the event of a dispute, that the court determines, that the administrative expense, claim or equity interest, including the amount, is in fact a valid obligation of, or interest in, a debtor. Section 502(a) of the Bankruptcy Code provides that a timely-filed administrative expense, claim or equity interest is automatically “allowed” unless a debtor or another party in interest objects.

The Bankruptcy Code also requires that, for purposes of treatment and voting, a chapter 11 plan divide the different claims against, and equity interests in a debtor, into separate classes based upon the legal rights and obligations attached to the claim or interest. Substantially similar claims are usually but not necessarily, classified together, as are equity interests of a substantially similar legal nature. Because an entity may hold multiple claims and/or equity interests which give rise to different legal rights, the holders of such claims and/or equity interests may find themselves members of multiple classes of claims and/or equity interests. As a result, under the Plan, for example, if a creditor were to hold Claim based on an unsecured Claim as well as equity in the Debtor would have its Claim classified in Class 4 and its Interest classified in Class 5. To the extent of this holder’s Claim, the holder would be entitled to the voting and treatment rights that the Plan provides with respect to Class 4 and, to the extent of the holder’s Interest, the voting and treatment rights that the Plan provides with respect to Class 5.

Under a chapter 11 plan, the separate classes of claims and equity interests must be designated either as “impaired” (altered by the plan in any way) or “unimpaired” (unaltered by the plan). If a class of claims is “impaired,” the Bankruptcy Code affords certain rights to the holders of such claims, such as the right to vote on the plan (unless the plan provides for no distribution to the holder, in which case, the holder is deemed to reject the plan), and the right to receive an amount under the chapter 11 plan that is not less than the value that the holder would receive if the debtor were liquidated under chapter 7.

Under section 1124 of the Bankruptcy Code, a class of claims or interests is “impaired” unless, with respect to each claim or interest of such class, the plan (i) does not alter the legal, equitable and contractual rights of the holders of such claims or interests or; (ii) irrespective of the holder’s right to receive accelerated payment of such claims or interests after the occurrence of a default, cures all defaults (other than those arising from, among other things, the debtor’s insolvency or the commencement of a bankruptcy case), reinstates the maturity of the claims or interests in the class, compensates the holders of such claims or interests for any damages incurred as a result of their reasonable reliance upon any acceleration rights and does not otherwise alter their legal, equitable or contractual rights. Typically, this means that the holder of an unimpaired claim will receive on the later of the effective date of the plan of reorganization or the date on which amounts owing are due and payable, payment in full, in cash, with post-petition interest to the extent permitted and provided under the governing agreement between the parties (or, if there is no agreement, under applicable non-bankruptcy law), and the remainder of the debtor’s obligations, if any, will be performed as they come due in accordance with their terms. Thus, other than its right to accelerate the debtor’s obligations, the holder of an unimpaired claim will be placed in the position it would have been in had the debtor’s case not been commenced.

Consistent with these requirements, the Plan divides the Claims against, and Interests in, the Debtor into the following Classes:

Unclassified	Bankruptcy Fees	Unimpaired
Unclassified	Administrative Claims	Unimpaired
Unclassified	Professional Fee Claims	Unimpaired
Unclassified	Administrative Tax Claims	Unimpaired
Unclassified	Priority Tax Claims	Unimpaired
Class 1	Other Priority Claims	Unimpaired
Class 2	New York City Secured Claims	Unimpaired
Class 3	Receivership Claims	Impaired
Class 4	Secured Creditor's Secured Claim	Impaired
Class 5	General Unsecured Claims	Impaired
Class 6	Equity Interests	Impaired

For purposes of computing Distributions under the Plan, Allowed Claims do not include post-petition interest unless otherwise specified in the Plan.

1. Unclassified—Bankruptcy Fees

Statutory Fees are all fees and charges assessed against the Debtor or its estate under 28 U.S.C. § 1930 and any interest thereon pursuant to 31 U.S.C. § 3717. The Disbursing Agent shall pay all outstanding fees and charges assessed against the Debtor under 28 U.S.C. § 1930 and any applicable interest due thereon until conversion, dismissal or closing of this Case by means of a final decree, whichever happens earlier. Within ten (10) days after the Effective Date, the Debtor shall file a closing report detailing all disbursements made at the closing on the Property. All fees and charges assessed against the Debtor under § 1930 of title 28 of the United States Code, and any applicable interest thereon, through dismissal, conversion or entry of a final decree, shall be paid by the Disbursing Agent, in Cash in full as required by statute from proceeds of the Sale Transaction.

2. Unclassified—Administrative Claims

Administrative Claims are Claims constituting costs or expenses of administration of the Chapter 11 Case. Such Claims include any actual and necessary costs and expenses of preserving the Debtor's estate, any indebtedness or obligations incurred or assumed by the Debtor in connection with the conduct of its business. Subject to the provisions of Article 7 of the Plan with respect to Disputed Claims, each Allowed Administrative Claim, to the extent not previously paid, shall be paid by the Disbursing Agent in Cash in full on (i) the later of the Effective Date, the date payment of such Claim is due under the terms thereof or applicable law, or three Business Days

after such Claim becomes an Allowed Administrative Claim or (ii) as may be otherwise mutually agreed in writing between Secured Creditor and the holder of such Claim.

3. Unclassified—Professional Fee Claims

Professionals are persons employed pursuant to an order of the Bankruptcy Court in accordance with sections 327, 328, or 1103 of the Bankruptcy Code or otherwise and to be compensated for services rendered prior to the Effective Date pursuant to sections 327, 328, 329, 330, 331, 503 or 1103 of the Bankruptcy Code. All Professionals seeking an award by the Bankruptcy Court of Professional Fee Claims shall file their respective final applications for allowance of compensation for services rendered and reimbursement of expenses incurred by the date that is thirty (30) days after the Effective Date. No later than five (5) days prior to the Confirmation Hearing, all entities holding claims for Professional Fee Claims (other than any brokers retained by the Debtor) shall serve via email upon counsels for the Plan Proponents a notice of the estimated amount of their unpaid Professional Fee Claim and the estimate for any post-confirmation fees and expenses of the Debtor's professionals, and the Disbursing Agent shall establish an Estimated Professional Fee Reserve (excluding the fees and expenses of any brokers retained by the Debtor), in an amount not to exceed \$20,000 in the aggregate, to pay such Professional Fee Claim (the aggregate amount of all such Professional Fee Claims not to exceed \$45,000—which amount includes \$25,000 held by Debtor's counsel as a pre-petition retainer, and excludes the claims of any brokers retained by the Debtor), subject to allowance by the Bankruptcy Court (i) upon the later of (A) the Effective Date and (B) the date upon which the order relating to any such Allowed professional Fee Claim becomes a Final Order, or (ii) upon such other terms as may be mutually agreed upon between the holder of such an Allowed Professional Fee Claim and Secured Creditor. Any commissions owed to any brokers retained by the Debtor will be paid at the closing on the sale of the Property.

4. Unclassified—Administrative Tax Claims

Subject to the provisions of Article 7 of the Plan with respect to Disputed Claims, all Allowed Administrative Tax Claims held by Governmental Units shall be paid, in Cash, in full either (i) on or prior to the Effective Date, or (ii) upon such other terms as may be agreed to, in writing, between Secured Creditor and such Governmental Units on or before the Confirmation Date.

5. Unclassified—Priority Tax Claims

Priority Tax Claims are Claims for taxes against the Debtor entitled to priority in payment pursuant to sections 502(i) or 507(a)(8) of the Bankruptcy Code. Subject to the provisions of Article 7 of the Plan with respect to Disputed Claims, in full satisfaction of Priority Tax Claims, and except as may be otherwise mutually agreed in writing between Secured Creditor and the applicable Governmental Unit, all Allowed Priority Tax Claims shall be paid by the Disbursing Agent in full on the Effective Date.

6. Class 1—Other Priority Claims

Other Priority Claims consist of Claims against the Debtor entitled to priority in payment under section 507(a) of the Bankruptcy Code, other than an Administrative Claim, Professional

Fees or Priority Tax Claim. Subject to the provisions of Article 7 of the Plan with respect to Disputed Claims, in full satisfaction of Class 1 Other Priority Claims, the holders of Other Priority Claims shall receive the following treatment: on the Effective Date, or as soon as practicable after such Claims become Allowed Claims, each holder of an Allowed Claim in Class 1 shall receive payment from the Disbursing Agent (i) in Cash, in the full amount of its Allowed Other Priority Claim, or (ii) as may be otherwise agreed in writing between Secured Creditor and the holder of such Claim.

7. Class 2—New York City Secured Claim

Subject to the provisions of Article 7 of the Plan with respect to Disputed Claims, in full satisfaction of Class 2 New York City Secured Claims, the holder of such Claims shall receive the following treatment: on the Effective Date, or as soon as possible after such Claims become Allowed Claims, the holder of the Class 2 New York City Secured Claims shall receive payment from the Disbursing Agent (i) in Cash, in the full amount of its Allowed Secured Claim, or (ii) as may be otherwise agreed in writing between Secured Creditor and the holder of such Claim.

8. Class 3—Receivership Claims

In full satisfaction of Class 3 Receivership Claims, the Receiver shall receive the following treatment, consistent with the terms of the Receiver Stipulation: on the Effective Date, or as soon as reasonably practicable thereafter, the Receiver shall receive payment from the Disbursing Agent, in Cash, in the amount of \$15,000.00.

9. Class 4—Secured Creditor's Secured Claim

In full satisfaction of the Class 4 Secured Creditor's Secured Claim, Secured Creditor shall receive the following treatment: (i) to the extent any Cash and Sale Proceeds is remaining after payment of Administrative Claims, Professional Fee Claims, Priority Tax Claims, Class 1 Claims, Class 2 Claims, and Class 3 Claims, on the Effective Date, or as soon as possible after the Secured Creditor's Secured Claim becomes an Allowed Claim, the Secured Creditor shall receive from the Disbursing Agent remaining Cash, if any, up to the full amount of its Allowed Secured Claim, or (ii) if the Property is sold to Secured Creditor by credit bid, then on the Effective Date, Secured Creditor, or its designee, shall take title to the Property free and clear of all Liens, except permitted encumbrances as determined by Secured Creditor (which may include the existing mortgage lien of Secured Creditor, in Secured Creditor's sole discretion). To the extent that Cash and Sale Proceeds are insufficient to pay the Class 4 Claim in full, the deficiency amount shall be treated as a Class 5 Claim, and Secured Creditor shall waive its right to receive a distribution on account of its Class 5 Claim.

As long as all of the Guarantors (i) fully and timely cooperate with Secured Creditor in the proposal, prosecution and consummation of the terms of the Plan, including the execution and delivery of all documents and notices to implement the Sale Transaction, the transfer of ownership, control and operation of the Property to Purchaser, the turnover of all rents and insurance proceeds whenever received in connection with the Property, and application for exemptions from otherwise applicable federal, state, or local stamp or similar taxes under section 1146 of the Bankruptcy Code, and (ii) cooperate with the Disbursing agent in carrying out its duties under the Plan and

refrain from taking any action interfere with such Plan prosecution and implementation, then Secured Creditor covenants not to sue any of the Guarantors with respect to the Guaranty.

10. Class 5—General Unsecured Claims

Subject to the provisions of Article 7 of the Plan with respect to Disputed Claims, in full satisfaction of Class 5 General Unsecured Claims, the holders of such Claims shall receive the following treatment: on the Effective Date, or as soon as possible after such Claims become Allowed Claims, each holder of an Allowed Class 5 General Unsecured Claim shall receive from the Disbursing Agent, unless otherwise agreed in writing between Secured Creditor and the holder of such Claim, its Pro Rata payment of the remaining Cash and Sale Proceeds after payment of Administrative Claims, Professional Fee Claims, Priority Tax Claims, Class 1 Claims, Class 2 Claims, the Class 3 Claim, and Class 4 Claims; *provided, however*, if the amount of such remaining Cash and Sale Proceeds available to pay Allowed Class 5 Claims is less than \$20,000.00, Secured Creditor will fund the GUC Contribution to the extent necessary to facilitate the Pro Rata distribution of \$20,000.00 to holders of Allowed Class 5 General Unsecured Claims pursuant to Section 4.5 of the Plan. Holders of Allowed Class 5 General Unsecured Claims will receive a minimum distribution of \$20,000.00 in the aggregate, regardless of the amounts paid to other Classes of Claims or Unclassified Claims under the Plan.

11. Class 6—Equity Interests

On the Effective Date, all Interest Holders shall retain their Interests and their rights as to any remaining balance of Cash, if any, that may exist after payment in full of all Allowed Claims and Classes of Claims against the Debtor. Interests of Equity shall not be extinguished, and the Debtor shall remain responsible for winding down its own affairs, without interfering with the Disbursing Agent's performance under the Plan.

C. Treatment of Executory Contracts and Unexpired Leases

On the Effective Date, all Executory Contracts and unexpired leases to which the Debtor is a party, including the Sale Contract with 2500 Amsterdam, shall be deemed rejected.

Allowed Claims arising from the rejection of Executory Contracts and unexpired leases of the Debtor pursuant to Section 5.1 of the Plan shall be treated as General Unsecured Claims.

A Proof of Claim with respect to any Unsecured Claim for damages arising from the rejection of an Executory Contract or Unexpired Lease pursuant to Section 5.1 of the Plan shall not be timely filed unless it is filed with the Bankruptcy Court and served so that it is received by the Plan Proponents within thirty (30) days after the date of entry of a Final Order approving such rejection (unless such Final Order expressly provides a bar date with respect to such Claim, in which event no Proof of Claim with respect to such Claim shall be deemed timely unless it is filed with the Bankruptcy Court and served in a manner provided in such Final Order). Any such Claim not timely filed and served shall be forever barred from assertion and may not be enforced against the Debtor, or their successors or their respective Property.

D. Provisions for Implementation of the Plan

Payments under the Plan will be paid from either the Sale Proceeds, Cash turned over by the Debtor to the Disbursing Agent (including all rents and insurance proceeds whenever received in connection with the Property) pursuant to Section 6.1 of the Plan, and/or Cash to be contributed by Secured Creditor. The Sale Transaction will be implemented pursuant to sections 363 and 1123(a)(5)(D) of the Bankruptcy Code and the Terms and Conditions of Sale annexed as Exhibit A to the Plan. Prior to or on the Effective Date, the Property and the Landlord Claims shall be sold to the Purchaser, pursuant to sections 363(f), 1123(a)(5)(D), and 1141(c) of the Bankruptcy Code free and clear of all Liens (except permitted encumbrances as determined by the Purchaser), with any such Liens, Claims and encumbrances to attach to the Sale Proceeds and disbursed in accordance with the provisions of the Plan. Secured Creditor shall have the right, but not the obligation, to provide for an assignment of its Mortgage and an assumption by Purchaser in connection with the Sale Transaction; provided however, that if Secured Creditor elects, before the auction, to offer a Qualified Bidder the opportunity to take assignment of the Mortgage, then Secured Creditor must make that opportunity available to all Qualified Bidders. Except as set forth elsewhere in the Plan, all distributions to be made on the Effective Date shall be transferred to the escrow account of the Disbursing Agent promptly following the closing of the Sale Transaction. Only in the event that Secured Creditor or its designee is the Purchaser of the Property by credit bid, or if the Cash and Sale Proceeds are insufficient to pay the Allowed Administrative Claims, Professional Fee Claims, Priority Tax Claims, Class 1 Claims, Class 2 Claims, and Class 3 Claims in accordance with the terms of the Plan, Secured Creditor shall deliver to the Disbursing Agent for distribution pursuant to the provisions of the Plan (i) Cash in an amount sufficient to pay the Allowed Administrative Claims, Professional Fee Claims, Priority Tax Claims, Class 1 Claims, Class 2 Claims, and Class 3 Claims in accordance with the terms of the Plan, and (ii) the GUC Contribution. Within two (2) Business Days after entry of the Confirmation Order, the Debtor will deliver to the Disbursing Agent all Cash of the Debtor (including all rents and insurance proceeds whenever received in connection with the Property) wherever located which amounts may be utilized by the Plan Proponents to pay any and all Allowed Claim(s) in their sole discretion.

The Property and the Landlord Claims will be sold free and clear of all Liens (except permitted encumbrances as determined by the Purchaser (which may include the existing mortgage lien of Secured Creditor, in Secured Creditor's sole discretion) and the usual and customary utility easements, if any, appearing as of record or as preserved in the Plan). The Property will be sold "AS IS," "WHERE IS," "WITH ALL FAULTS," without any representations, covenants, guarantees or warranties of any kind or nature whatsoever and subject to, among other things, (i) any state of facts that an accurate survey may show; (ii) any covenants, restrictions and easements of record; (iii) any state of facts a physical inspection may show; (iv) any building or zoning ordinances or other applicable municipal regulations and violations thereof; and (v) environmental conditions, including, without limitation, the Property's compliance (or lack of compliance) with environmental laws and the presence or absence of underground fuel storage tanks, any hazardous materials or asbestos anywhere on the Property. The Purchaser will be required to pay at closing, in cash, all pre-petition and post-petition claims secured by a lien that is senior in priority to Secured Creditor's lien.

As a part of the Sale Transaction under the Plan, and in order to ensure consummation of the Plan, the order approving the Sale Transaction to be entered after the auction shall, subject to

Bankruptcy Court approval, contain the following findings of fact and conclusions of law: (i) that the terms and conditions of the Sale Transaction and the purchase agreement are fair and reasonable, (ii) that the Debtor's sale, and the Purchaser's purchase, of the Property pursuant to the Plan, is non-collusive, fair and reasonable and was conducted openly and in good faith, without any fraud, (iii) that the transfer of the Property to the Purchaser represents an arm's-length transaction and was negotiated in good faith between the parties, (iv) that the Purchaser, as transferee of the Property, is a good faith purchaser under Bankruptcy Code section 363(m) and, as such, is entitled to the full protection of Bankruptcy Code section 363(m), (v) that the Property is sold free and clear of all Liens, Claims, interests, and encumbrances pursuant to sections 363(f), 1123(a)(5)(D), and 1141(c) of the Bankruptcy Code, with any such Liens, Claims and encumbrances to attach to the Sale Proceeds and disbursed in accordance with the provisions of the Plan; except that in the event that Secured Creditor is the Purchaser, then the Property may be sold subject to its mortgage lien in the sole discretion of Secured Creditor, (vi) that the Sale Transaction was not controlled by an agreement among potential purchasers for purposes of section 363(n) of the Bankruptcy Code, and (vii) that no cause of action exists against the Purchaser or with respect to the sale of the Property to the Purchaser. All stay provisions under Bankruptcy Rule 6004(h) or elsewhere will be waived.

The Disbursing Agent shall be appointed on the Confirmation Date on behalf of the Debtor and its estate in order to take such actions as may be necessary or appropriate to implement the Plan, including the Sale Transaction, the claims administration process, and distributions to creditors. Except as set forth elsewhere in the Plan, all payments required to be made under the Plan shall be made by the Disbursing Agent in accordance with the terms of the Plan. The Disbursing Agent shall take all necessary steps, and perform all necessary acts, to consummate the terms and conditions of the Plan. The Confirmation Order shall contain appropriate provisions, consistent with section 1142 of the Bankruptcy Code, authorizing and directing the Debtor and any other necessary party to execute or deliver, or to join in the execution or delivery, on the Effective Date, of any instrument required to effect a transfer of property required by the Plan, in form and substance satisfactory to Purchaser, and to perform any act, including the satisfaction of any Lien, that is necessary for the consummation of the Plan. Each of the Plan Proponents is designated a party in fact to execute all documents in the name of the Debtor as may be required to consummate the Sale Transaction, including, without limitation, execute any and all documents necessary to effectuate the transfer of title of the Property to Secured Creditor at the closing of the Sale Transaction, including without limitation a Bargain and Sale Deed with Covenants, a Bill of Sale and all required transfer tax returns and ACRIS documents or any other documents in the name of the Debtor as may be required to consummate the Sale Transaction. Pursuant to section 1123(a)(5)(D) of the Bankruptcy Code, should the Property be sold to Secured Creditor, or its designee, free and clear of any and all Liens, Secured Creditor shall have the option, in its sole and absolute discretion, to take title to the Property subject to its existing mortgage lien of record, or to extend that option to any third party purchaser. The Confirmation Order will also authorize the Disbursing Agent to hold all Sale Proceeds from the closing of the Sale Transaction until Disbursing Agent makes distributions or disbursements under the Plan.

Except as otherwise provided in the Plan, upon the closing of the sale of the Property, the Property and the Landlord Claims shall vest in the Purchaser, free and clear of all Liens. From and after the Effective Date, the Purchaser may operate the Property and use, acquire and dispose of property free of any restrictions of the Bankruptcy Code or the Bankruptcy Rules and in all

respects as if there were no pending case under any chapter or provision of the Bankruptcy Code, except as otherwise provided herein. After the Plan has been fully administered, including payment of all Allowed Claims, fees and expenses, any remaining property of the Estate that the Debtor was not required to turnover to the Disbursing Agent under the Plan shall vest in the Reorganized Debtor free and clear of all Liens, unless otherwise provided pursuant to the Plan and the Confirmation Order.

E. Provisions for Distributions Under the Plan

1. The Disbursing Agent

The Disbursing Agent shall not be deemed to be an officer, fiduciary or agent of the Debtor. Furthermore, the Disbursing Agent shall have the express authority to execute a deed to the Property and other conveyance documents and notices in place, and stead of members of the Debtor, or other authorized parties of the Debtor, and shall have no other powers or authority with respect to the Debtor. The Disbursing Agent shall have no obligation to file tax returns or similar reports wit the appropriate taxing authorities. The Disbursing Agent shall not have, or incur any liability to any entity for any action take or omitted to be taken in connection with or related to the formulation, preparation, dissemination, Confirmation or consummation of the Plan, the Disclosure Statement or any contract, instrument, release or other agreement or document created or entered into, or any other action taken or omitted to be taken in connection with the Plan, except in the case of gross negligence, willful misconduct, criminal conduct, or for any liability pursuant to 28 U.S.C. § 959 solely in connection with carrying out of its duties under the Plan, which liability shall be expressly limited to the period commencing from the Effective Date of the Plan and ending on the date that all disbursements in accordance with the Plan have been distributed.

2. Timing of Distributions Under the Plan

Subject to Section 7.4 of the Plan, any payments, distributions or other performance to be made pursuant to the Plan on account of any Allowed Claim shall be deemed to be timely made if made on or within five (5) Business Days following the later of (i) the Effective Date, or (ii) the expiration of any applicable objection deadline with respect to such Claim, or (iii) such other times provided in the Plan. Notwithstanding anything to the contrary contained in the Plan, distributions on account of Class 5 General Unsecured Claims will not be made until after the total Allowed amount of Claims in such Class has been determined, and distributions have been made to holders of Allowed Claims in Classes 1 through 4.

3. No Distribution Pending Allowance

Notwithstanding any other provision of the Plan, no payment or distribution of Cash or other property shall be made with respect to any portion of a Disputed Claim unless and until all objections to such Claim are resolved by Final Order.

4. Escrow of Cash Distributions

Unless otherwise agreed to in writing by the Disbursing Agent and the holder of any Claim (other than an Unsecured Claim or an Insider Claim) to which Section 7.5(a) of the Plan applies, on the Effective Date the Disbursing Agent shall deposit in one or more segregated accounts, Cash

or property (whether received from the Debtor, Secured Creditor, or the Purchaser) equal to 100% of the Cash or property to be distributed under the Plan on account of Disputed Claims (other than the Secured Creditor's Claim, an Unsecured Claim or an Insider Claim) that would be Allowed Claims but for the pendency of a dispute with respect thereto, including, but not limited to (i) such Disputed Claims entitled to treatment as Administrative Expenses or as Priority Claims pursuant to sections 503 and 507 of the Bankruptcy Code, (ii) Claims of Governmental Units for any tax, (iii) any disputed cure amount and (iv) any amount due but not payable on the Effective Date on account of Administrative Expenses or Claims entitled to priority pursuant to sections 503 and 507 of the Bankruptcy Code.

In determining the amount of the Cash or property to be distributed under the Plan on account of Disputed Claims, the calculation of the distribution to each holder of an Allowed Claim in such class shall be made as if all Disputed Claims in the applicable class were Allowed Claims in their respective face amounts.

The Disbursing Agent shall have the right to seek an Order of the Bankruptcy Court, after notice and a hearing, estimating or limiting the amount of Cash or property that must be so deposited. Any Creditor whose Claim is so estimated or limited shall have no recourse to any assets theretofore distributed on account of any Allowed Claim, or any other Entity or property if the Allowed Claim of the Creditor (whose Claim was so estimated or limited) as determined by Final Order exceeds the amount so deposited. Instead, such Creditor shall have recourse only to the undistributed assets in the Disputed Claims Reserve (on a Pro Rata basis with other Creditors of the same Class who are similarly situated) that exceed the aggregate amount of all Disputed Claims allowed by Final Order.

5. Distribution After Allowance

Within thirty (30) days after the allowance of a Disputed Claim, in the event any distributions have been made as of the date such Claim becomes an Allowed Claim, the Disbursing Agent shall distribute from the funds placed in escrow in accordance with Section 7.5 of the Plan all Cash or other property, including any interest, dividends or proceeds thereof, to which a holder is then entitled with respect to any Disputed Claim that has become an Allowed Claim.

F. Injunctions and Release

1. Injunction

Except (a) as otherwise provided in the Plan; or (b) as otherwise provided under the Confirmation Order entered by the Bankruptcy Court, the entry of the Confirmation Order shall forever stay, restrain and permanently enjoin with respect to any claim or interest held as of the Effective Date: (i) the commencement or continuation of any action, the employment of process, or any act to collect, enforce, attach, recover or offset from the Property or property of the Estate that has been, or is to be, distributed under the Plan, and (ii) the creation, perfection or enforcement of any Lien or encumbrance against the Property or any property of the Estate that has been, or is to be transferred or distributed under the Plan. Except as otherwise provided in the Confirmation Order, entry of the Confirmation Order shall constitute an injunction against the commencement or continuation of any action, the employment of process, or any act, to collect, recover or offset,

from the Debtor, from Secured Creditor, from the Disbursing Agent, or from the Property, any claim, obligation or debt against the Debtor that was held by any person or entity as of the Effective Date except pursuant to the terms of the Plan. Pursuant to 11 U.S.C. § 1141(d)(3), the Debtor herein shall not receive a discharge in connection with this liquidating Plan.

2. Limitation of Liability

Neither the Debtor, Secured Creditor, the Disbursing Agent nor any of their respective officers, attorneys, directors, or employees (acting in such capacity) nor any professional person employed by any of them (collectively, the “**Released Entities**”), shall have or incur any liability to any entity for any action taken or omitted to be taken in connection with or related to the formulation, preparation, dissemination, Confirmation or consummation of the Plan, except in the case of fraud, gross negligence, willful misconduct, malpractice, breach of fiduciary duty, criminal conduct, unauthorized use of confidential information that causes damages, or ultra vires acts. Nothing in this Section 8.2 shall limit the liability of the Debtor’s professionals pursuant to Rule 1.8(h)(1) of the New York State Rules of Professional Conduct. Nothing in the Plan or the Confirmation Order shall effect a release of any claim by the United States Government or any of its agencies or any state and local authority whatsoever, including, without limitation, any claim arising under the Internal Revenue Code, the environmental laws or any criminal laws of the United States or any state and local authority against the Debtor, Secured Creditor, the Disbursing Agent or any of their respective members, shareholders, officers, directors, employees, attorneys, advisors, agents, representatives and assigns, nor shall anything in the Plan enjoin the United States or any state or local authority from bringing any claim, suit, action or other proceedings against the Released Entities referred to herein for any liability whatever, including without limitation, any claim, suit or action arising under the Internal Revenue Code, the environmental laws or any criminal laws of the United States or any state or local authority, nor shall anything in the Plan exculpate any party from any liability to the United States Government or any of its agencies or any state and local authority whatsoever, including liabilities arising under the Internal Revenue Code, the environmental laws or any criminal laws of the United States or any state and local authority against the Released Entities referred to herein. Nothing in section 8.2 of the Plan shall limit the liability of any professionals involved herein for malpractice.

3. Plan and Confirmation Order as Release

Except as otherwise provided in the Plan, from and after the Effective Date, a copy of the Confirmation Order and the Plan shall constitute and may be submitted as a complete defense to any claim or liability released pursuant to this Article 8 of the Plan.

G. Revocation

Secured Creditor may revoke or withdraw the Plan at any time prior to the Confirmation Date. If the Plan is revoked or withdrawn, or if no Confirmation Order is entered, the Plan shall be null and void, and nothing contained in the Plan shall (i) constitute a waiver or release of any Claims by or against the Debtor, or (ii) prejudice in any manner the rights of the Debtor in any further proceedings involving the Debtor or its Estate. If the Debtor withdraws as a Plan Proponent under the Plan, Secured Creditor may, in its sole discretion, continue as the sole Plan Proponent,

in which case all of the provisions of the Plan remain effective, except that the term “Plan Proponents” shall mean only Secured Creditor.

VII. CONFIRMATION PROCEDURE

Under the Bankruptcy Code, the following steps must be taken to confirm the Plan:

A. Solicitation of Votes

In accordance with sections 1126 and 1129 of the Bankruptcy Code, the Claims or Interests in Classes 3, 4, 5 and 6 of the Plan are impaired and are entitled to vote to accept or reject the Plan. Claims in Classes 1 and 2 are unimpaired. The holders of Allowed Claims in such Class are conclusively presumed to have accepted the Plan and the solicitation of acceptances with respect to such Class therefore is not required under section 1126(f) of the Bankruptcy Code. Chapter 11 of the Bankruptcy Code provides that, in order for the Bankruptcy Court to confirm the Plan as a consensual plan, the holders of Impaired Claims against, and Impaired Interests in, the Debtor that are entitled to vote must accept the Plan.

An Impaired Class of Claims will have accepted the Plan if (i) the holders of at least two-thirds in amount of the Allowed Claims actually voting in the Class have voted to accept the Plan and (ii) the holders of more than one-half in number of the Allowed Claims actually voting in the Class have voted to accept the Plan, not counting the vote of any holder designated under section 1126(e) of the Bankruptcy Code or any insider.

A vote may be disregarded if the Bankruptcy Court determines, after notice and a hearing, that acceptance or rejection was not solicited or procured in good faith or in accordance with the provisions of the Bankruptcy Code.

Any creditor in an impaired Class (i) whose Claim has been listed by the Debtor in the Debtor’s Schedules filed with the Bankruptcy Court (provided that such Claim has not been scheduled as disputed, contingent or unliquidated) or (ii) who filed a proof of Claim on or before the Bar Date (or, if not filed by such date, any proof of Claim filed within any other applicable period of limitations or with leave of the Bankruptcy Court), which Claim is not the subject of an objection or request for estimation, is entitled to vote.

B. The Confirmation Hearing

The Bankruptcy Code requires the Bankruptcy Court, after notice, to hold a confirmation hearing. The Confirmation Hearing in respect of the Plan has been scheduled for [], 2021, at [] (EST) before the Honorable Michael E. Wiles, United States Bankruptcy Judge, United States Bankruptcy Court for the Southern District of New York, One Bowling Green, New York, New York 10004. The Confirmation Hearing may be conducted via teleconference, and may be adjourned from time to time by the Bankruptcy Court without further notice except for an announcement of the adjourned date made at the Confirmation Hearing. Any objection to Confirmation must be made in writing and specify in detail the name and address of the objector, all grounds for the objection and the amount of the Claim. Any such objection must be filed with

the Bankruptcy Court and served so that it is received by the Bankruptcy Court and the following parties on or before [], 2021:

Warren R. Graham, Esq.
450 Seventh Avenue, Suite 305
New York, New York 10123
showarg@gmail.com

-and-

Rubin LLC
345 Seventh Avenue, 21st Floor
New York, NY 10001
Attn.: Paul A. Rubin, Esq.
Hanh V. Huynh, Esq.

-and-

Office of the United States Trustee
201 Varick St., Room 1006
New York, NY 10004
Attn: Brian Masumoto, Esq

Objections to Confirmation of the Plan are governed by Bankruptcy Rule 9014 and orders of the Bankruptcy Court.

C. Confirmation

At the Confirmation Hearing, the Bankruptcy Court will confirm the Plan only if all of the requirements of section 1129 of the Bankruptcy Code are met. Among the requirements for confirmation of the Plan are that the Plan is (i) accepted by all impaired Classes of Claims and Interests or, if rejected by an impaired Class, that the Plan “does not discriminate unfairly” and is “fair and equitable” as to such Class, (ii) feasible and (iii) in the “best interests” of creditors and stockholders that are impaired under the Plan.

1. Acceptance

Classes 3, 4, 5 and 6 are impaired under the Plan. Classes 1 and 2 are unimpaired and, therefore, are conclusively presumed to have voted to accept the Plan.

2. Feasibility

The Bankruptcy Code requires a plan proponent to demonstrate that confirmation of a plan of reorganization is not likely to be followed by the liquidation or the need for further financial reorganization of a debtor unless so provided by the plan of reorganization. Here, the Plan contemplates the liquidation of the Debtor. In order to accomplish such liquidation, the Plan requires the Disbursing Agent to make distributions from the Sale Proceeds, Cash turned over by

the Debtor to the Disbursing Agent pursuant to Section 6.1 of the Plan, and/or Cash to be contributed by Secured Creditor pursuant to the terms of the Plan.

3. Best Interests Test

With respect to each impaired Class of Claims and Interests, confirmation of the Plan requires that each holder of an Allowed Claim or Interest either (i) accept the Plan or (ii) receive or retain under the Plan property of a value, as of the Effective Date, that is not less than the value such holder would receive or retain if the Debtor were liquidated under chapter 7 of the Bankruptcy Code. To determine what holders of Claims and Interests of each impaired Class would receive if the Debtor were liquidated under chapter 7, the Bankruptcy Court must determine the dollar amount that would be generated from the liquidation of the Debtor's assets and properties in the context of a chapter 7 liquidation case. The cash amount that would be available for satisfaction of Claims and Interests would consist of the proceeds resulting from the disposition of the unencumbered assets and properties of the Debtor, augmented by the unencumbered cash held by the Debtor at the time of the commencement of the liquidation case. Such cash amount would be reduced by the amount of the costs and expenses of the liquidation and by such additional administrative expense and priority claims that might result from the termination of the Debtor's business and the use of chapter 7 for the purposes of liquidation.

The Debtor's costs of liquidation under chapter 7 would include the fees payable to a chapter 7 trustee, as well as those fees that might be payable to attorneys and other professionals that such a trustee might engage. The foregoing types of claims and other claims that might arise in a liquidation case or result from the pending Chapter 11 Case, including any unpaid expenses incurred by the Debtor during the Chapter 11 Case such as compensation for attorneys, would be paid in full from the liquidation proceeds before the balance of those proceeds would be made available to pay pre-petition Claims.

To determine if the Plan is in the best interests of each impaired Class, the present value of the distributions from the proceeds of a liquidation of the Debtor's unencumbered assets and properties, after subtracting the amounts attributable to the foregoing Claims, are then compared with the value of the property offered to such Classes of Claims and Interests under the Plan.

After considering the effects that a chapter 7 liquidation would have on the ultimate proceeds available for distribution to creditors in the Chapter 11 Case, including (i) the increased costs and expenses of a liquidation under chapter 7 arising from fees payable to a trustee in bankruptcy and professional advisors to such trustee, (ii) the absence of any assets other than the Property that require liquidation, and (iii) the absence of the GUC Contribution, the Plan Proponents have determined that confirmation of the Plan will provide each holder of an Allowed Claim or Interest with a recovery that is not less than such holder would receive pursuant to liquidation of the Debtor under chapter 7. The Plan Proponents also believe that the value of any distributions to each Class of Allowed Claims would be less than under the Plan because such distributions in a chapter 7 case would not occur for a substantial period of time.

A Liquidation Analysis of the Debtor, prepared by the Plan Proponents and their advisors, is attached hereto as Exhibit B. The information set forth in Exhibit B provides a summary of the

liquidation values of the Debtor's assets, assuming a chapter 7 liquidation in which a trustee appointed by the Bankruptcy Court would liquidate the assets of the Debtor's estates.

Underlying the Liquidation Analysis are a number of estimates and assumptions that, although developed and considered reasonable by the Plan Proponents, are inherently subject to significant economic and competitive uncertainties and contingencies beyond the control of the Plan Proponents. The Liquidation Analysis is also based on assumptions with regard to liquidation decisions that are subject to change. Accordingly, the values reflected might not be realized if the Debtor were, in fact, to undergo such a liquidation.

As set forth in the Liquidation Analysis, the Plan Proponents believe that Class 5 General Unsecured Creditors would likely receive a significantly smaller pro rata distribution if the Debtor's assets were liquidated in a hypothetical chapter 7 case.

VIII.

ALTERNATIVES TO CONFIRMATION AND CONSUMMATION OF THE PLAN

If the Plan is not confirmed and consummated, the alternatives to the Plan include (i) liquidation of the Debtor under chapter 7 of the Bankruptcy Code and (ii) an alternative plan of reorganization.

A. Liquidation Under Chapter 7

If no plan is confirmed, the Chapter 11 Case may be converted to a case under chapter 7 of the Bankruptcy Code, pursuant to which a trustee would be selected to liquidate the Debtor's remaining assets for distribution in accordance with the priorities established by chapter 7. As discussed above, the Plan Proponents believe that liquidation under chapter 7 would result in smaller distributions being made to creditors than those provided for in the Plan because there would not be sufficient recoveries to make any distributions to creditors after distributions are made on account of Allowed Secured Claims against the Debtor.

B. Alternative Plan of Reorganization

If the Plan is not confirmed, the Debtor, Secured Creditor, or any other party in interest could attempt to formulate a different plan. Such a plan might involve either a reorganization and continuation of the Debtor's business or an orderly liquidation of its assets. However, no party has expressed an interest in proposing an alternate plan of reorganization.

IX.

CERTAIN RISK FACTORS TO BE CONSIDERED

HOLDERS OF CLAIMS AGAINST THE DEBTOR AND INTERESTS IN THE DEBTOR SHOULD READ AND CONSIDER CAREFULLY THE FACTORS SET FORTH BELOW AS WELL AS THE OTHER INFORMATION SET FORTH IN THIS DISCLOSURE STATEMENT (AND THE DOCUMENTS DELIVERED TOGETHER HERewith AND/OR INCORPORATED BY REFERENCE), PRIOR TO VOTING TO ACCEPT OR REJECT THE PLAN. THESE RISK FACTORS SHOULD NOT, HOWEVER, BE REGARDED AS

CONSTITUTING THE ONLY RISKS INVOLVED IN CONNECTION WITH THE PLAN AND ITS IMPLEMENTATION.

A. Certain Bankruptcy Law Considerations

1. Risk of Non-Confirmation of the Plan

Although the Plan Proponents believe that the Plan will satisfy all requirements necessary for confirmation by the Bankruptcy Court, there can be no assurance that the Bankruptcy Court will reach the same conclusion. Moreover, there can be no assurance that modifications of the Plan will not be required for confirmation or that such modifications would not necessitate the re-solicitation of votes.

2. Risk of Non-Occurrence of the Effective Date

Although the Plan Proponents believe that all of the conditions to the Effective Date will occur after the entry of the Confirmation Order, there can be no assurance as to the timing of the Effective Date or that such conditions will ever occur.

B. Certain Tax Matters

For a summary of certain federal income tax consequences of the Plan to holders of Claims and to the Debtor, see Section XI , “Certain Federal Income Tax Consequences Of The Plan.”

C. Additional Factors to be Considered

1. The Plan Proponents Have No Duty to Update

The statements contained in this Disclosure Statement are made by the Plan Proponents as of the date hereof, unless otherwise specified herein, and the delivery of this Disclosure Statement after that date does not imply that there has been no change in the information set forth herein since that date. The Plan Proponents have no duty to update this Disclosure Statement unless otherwise ordered to do so by the Bankruptcy Court.

**2. No Representations Outside This Disclosure Settlement
Are Authorized**

No representations concerning or related to the Debtor, the Chapter 11 Case, or the Plan are authorized by the Bankruptcy Court or the Bankruptcy Code, other than as set forth in this Disclosure Statement. Any representations or inducements made to secure your acceptance or rejection of the Plan other than as contained in, or included with, this Disclosure Statement should not be relied upon by you in arriving at your decision.

3. No Legal or Tax Advice is Provided to You By This Disclosure Statement

The contents of this Disclosure Statement should not be construed as legal, business or tax advice. Each holder of a Claim or Interest should consult his, her, or its own legal counsel and accountant as to legal, tax and other matters concerning his, her, or its Claim or Interest.

This Disclosure Statement is not legal advice to you. This Disclosure Statement may not be relied upon for any purpose other than to determine how to vote on the Plan or object to confirmation of the Plan.

4. No Admission Made

Prior to the approval of this Disclosure Statement, nothing contained herein shall constitute an admission of, or be deemed evidence of, the tax or other legal effects of the Plan on the Plan Proponents or on holders of Claims or Interests; provided, however, that upon approval of this Disclosure Statement, nothing contained herein shall constitute an admission in any proceeding other than the Chapter 11 Case.

**X.
SECURITIES LAWS MATTERS**

The Plan does not contemplate the issuance of any securities.

**XI.
CERTAIN U.S. FEDERAL INCOME TAX CONSEQUENCES OF THE PLAN**

The following discussion summarizes certain U.S. federal income tax consequences of the implementation of the Plan to the Debtor and holders of certain claims against the Debtor. This discussion does not address the U.S. federal income tax consequences of the implementation of the Plan to holders of claims that are entitled to reinstatement, unimpaired or otherwise entitled to payment in full in cash under the Plan.

The discussion of U.S. federal income tax consequences set forth below is based on the Internal Revenue Code of 1986, as amended (the "Tax Code"), U.S. Department of Treasury regulations promulgated or proposed thereunder, judicial authorities, published positions of the Internal Revenue Service ("IRS") and other applicable authorities, all as in effect on the date of this document and all of which are subject to change or differing interpretations (possibly with retroactive effect). The U.S. federal income tax consequences of the contemplated transactions are complex and are subject to significant uncertainties. The Plan Proponents have not requested a ruling from the IRS or any other tax authority, or an opinion of counsel, with respect to any of the tax aspects of the contemplated transactions, and the discussion below is not binding upon the IRS or such other authorities. Thus, no assurance can be given that the IRS or such other authorities would not assert, or that a court would not sustain, a different position from any discussed herein.

Except as specifically stated otherwise, this summary assumes that a holder holds a claim or an existing Interest as a capital asset for U.S. federal income tax purposes. This summary does

not address foreign, state or local tax consequences of the contemplated transactions, nor does it purport to address the U.S. federal income tax consequences of the transactions to special classes of taxpayers (*e.g.*, foreign persons or entities, small business investment companies, regulated investment companies, real estate investment trusts, banks and certain other financial institutions, insurance companies, tax-exempt organizations, holders that are, or hold claims or existing Interests through, pass-through entities, persons whose functional currency is not the U.S. dollar, dealers in securities or foreign currency, and persons holding claims or existing Interests as a hedge against, or that is hedged against, currency risk or as part of a straddle, constructive sale or conversion transaction).

The discussion does not address U.S. federal taxes other than income taxes, nor does it apply to any person that acquires any of the consideration issued pursuant to the Plan through means other than directly participating in the exchange. If a partnership (or another entity that is treated as a partnership for U.S. federal income tax purposes) holds claims or existing Interests, the tax treatment of a partner (or other equity owner) generally will depend upon the status of such partner (or other owner) and upon the activities of the partnership (or other entity). This discussion is based on currently available information regarding the Plan terms and may not reflect the actual terms of the Plan upon its implementation. The following summary of certain U.S. federal income tax consequences is for informational purposes only and is not a substitute for careful tax planning and advice based upon the individual circumstances pertaining to a holder of claims or existing Interests.

IRS Circular 230 Notice: To ensure compliance with IRS Circular 230, holders of Claims and existing Interests are hereby notified that: (A) any discussion of U.S. federal tax issues contained or referred to in this Disclosure Statement is not intended or written to be used, and cannot be used, by such holders for the purpose of avoiding penalties that may be imposed on them under the Tax Code; (B) such discussion is written in connection with the promotion or marketing by the Plan Proponents of the transactions or matters addressed herein; and (C) such holders should seek advice based on their particular circumstances from independent tax advisors.

A. Consequences to the Debtor

The Plan, as currently contemplated, may result in U.S. federal income tax consequences to the Debtor. The Plan, as currently contemplated, may result in income tax consequences to the Debtor's Interest Holders in connection with the liquidation of the Debtor.

B. Consequences to Claim Holders

A Claim holder that receives money or other property on account of a Claim for interest accrued during the period the holder owned such Claim and not previously included in such holder's income will be required to recognize ordinary income equal to the amount of such money and the fair market value of such property received in respect of such Claim. A holder generally may claim an ordinary deduction (or, possibly, a write-off against a reserve for bad debts) to the extent of any Claim for accrued interest that was previously included in such holder's taxable income and which will not be paid in full by the Disbursing Agent under the Plan (after allocating any payment to be made by the Debtor between principal and accrued interest), even if the underlying Claim is held as a capital asset. The tax basis of any property received in exchange for

a Claim for accrued interest under the Plan will equal the fair market value of such property on the Effective Date, and the holding period for such property will begin on the day following the Effective Date.

The extent to which consideration distributable under the Plan is allocable to interest is unknown. Holders of Claims are advised to consult their own tax advisers to determine the amount, if any, of consideration received under the Plan that is allocable to interest.

THE FOREGOING SUMMARY HAS BEEN PROVIDED FOR INFORMATIONAL PURPOSES ONLY. THE PLAN PROPONENTS DO NOT PURPORT, THROUGH THIS DISCLOSURE STATEMENT, TO ADVISE ANY CREDITOR OR INTEREST HOLDER REGARDING THE TAX CONSEQUENCES OF THE PLAN. ALL HOLDERS OF CLAIMS OR EXISTING INTERESTS ARE URGED TO CONSULT THEIR TAX ADVISORS CONCERNING THE FEDERAL, STATE, LOCAL AND FOREIGN TAX CONSEQUENCES APPLICABLE TO THEM, INCLUDING WITH RESPECT TO CAPITAL GAINS TAXES, IF ANY.

XII. RECOMMENDATION AND CONCLUSION

For all of the reasons set forth in the Disclosure Statement, the Plan Proponents believe that confirmation and consummation of the Plan is preferable to all other alternatives. Consequently, the Plan Proponents urge all eligible holders of Impaired Claims to vote to **accept** the Plan, and to complete and return their ballots so that they will be **received** by counsel for Secured Creditor on or before 5:00 p.m. (Eastern Time) on [], 2021.

Dated: October 27, 2021

Respectfully submitted,

Amsterdam Mixed Use LLC

By: /s/ Jason Leibowitz
Jason Leibowitz
Manager

500 W 184 LLC

By: /s/ Elizabeth Chery
Elizabeth Chery
Managing Member

EXHIBIT A

(PLAN)

**UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK**

----- x
:
In re: : Chapter 11
:
500 W 184 LLC, : Case No.: 21-10392 (MEW)
:
Debtor. :
:
----- x

AMENDED JOINT PLAN OF REORGANIZATION FOR 500 W 184 LLC

New York, New York
October 27, 2021

RUBIN LLC
Paul A. Rubin
Hanh V. Huynh
345 Seventh Avenue, 21st Floor
New York, New York 10001
Tel: 212.390.8054
Fax: 212.390.8064
prubin@rubinlawllc.com
Counsel for Amsterdam Mixed Use LLC

-and-

LAW OFFICE OF WARREN R. GRAHAM
Warren R. Graham
450 Seventh Avenue, Suite 305
New York, New York 10123
Tel: 917.885.2370
showarg@gmail.com
Counsel for 500 W 184 LLC

Amsterdam Mixed Use LLC (“**Secured Creditor**”) and 500 W 184 LLC (the “**Debtor**,” and together with Secured Creditor, the “**Plan Proponents**”) hereby propose the following Joint Plan of Reorganization (the “**Plan**”) for the Debtor’s chapter 11 case pursuant to sections 1121, 1122 and 1123 of title 11 of the United States Code.

ARTICLE 1

DEFINITIONS

Unless the context otherwise requires, (i) the terms set forth in this Article 1 shall have the following meanings when used in the Plan; (ii) any capitalized term that is used in the Plan and not defined in this Article 1 but that is defined in the Bankruptcy Code or the Bankruptcy Rules shall have the meaning set forth therein; (iii) terms stated in the singular shall include the plural and vice versa; (iv) pronouns stated in the masculine, feminine or neuter gender shall include the masculine, the feminine and the neuter; (v) all section, article and exhibit references in the Plan without reference to a particular document are to the respective section of, article of, or exhibit to the Plan; (vi) any reference to a contract, instrument, release or other agreement or document being in a particular form or on particular terms and conditions, means that such document shall be substantially in such form or substantially on such terms and conditions except as otherwise stated in the Plan; (vii) any reference to an existing document or exhibit filed or to be filed means such document or exhibit, as it may have been or may be amended, modified or supplemented; (viii) the words “herein”, “hereof”, “hereto” or “hereunder” and other words of similar import refer to the Plan in its entirety rather than to only a particular portion of the Plan; (ix) the rules of construction set forth in section 102 of the Bankruptcy Code shall govern construction of the Plan; and (x) any reference contained herein to the Bankruptcy Code, or to any section of the Bankruptcy Code, refers to the Bankruptcy Code, or such section of the Bankruptcy Code, as it is existing and

effective on the Petition Date, except to the extent, that any post-Petition Date amendment to the Bankruptcy Code applies retroactively to cases filed on the Petition Date.

1.1 **“Administrative Bar Date”** means the first Business Day that is 10 days after Confirmation.

1.2 **“Administrative Claim”** means a Claim for, or request for payment of, an Administrative Expense (i) as to which no objection to the allowance thereof has been interposed within the applicable period of limitation fixed by the Plan, the Bankruptcy Code, the Bankruptcy Rules, or the Bankruptcy Court, or (ii) as to which any objection has been resolved by a Final Order to the extent such objection has been resolved in favor of the holder of such Claim.

1.3 **“Administrative Claims Objection Deadline”** means the first Business Day that is 30 days after the Effective Date; provided that the Administrative Claims Objection Deadline may be extended pursuant to an order of the Bankruptcy Court upon a motion filed by a Plan Proponent.

1.4 **“Administrative Expense”** means any actual and necessary cost or expense of administration of this Case, other than Bankruptcy Fees, allowable under sections 503(b), 507(a)(2), 507(b), 330 or 331 of the Bankruptcy Code.

1.5 **“Allowed Claim”** means a Claim against the Debtor that has not been disallowed pursuant to a Final Order and is not a Disputed Claim with respect to which (i) a Proof of Claim has been timely filed with the clerk of the Bankruptcy Court or, (ii) if no Proof of Claim has been filed, that has been or hereafter is listed by the Debtor in the Schedules as liquidated in amount and not disputed or contingent.

1.6 **“Allowed Interest”** means an Interest in the Debtor that has not been disallowed and is not a Disputed Interest with respect to which (i) a Proof of Interest has been timely filed or,

(ii) if no Proof of Interest has been timely filed, that has been or hereafter is listed by the Debtor in its Schedules as liquidated in amount and not disputed or contingent.

1.7 **“Bankruptcy Code”** means title 11 of the United States Code, as amended from time to time and effective as to cases filed on the Petition Date.

1.8 **“Bankruptcy Court”** means the United States Bankruptcy Court for the Southern District of New York, or the United States District Court for the Southern District of New York to the extent it withdraws the reference over all or any portion of this Case pursuant to section 157(d) of title 28 of the United States Code.

1.9 **“Bankruptcy Fees”** mean all fees and charges against the Estate under section 1930 of title 28 of the United States Code.

1.10 **“Bankruptcy Rules”** mean (i) the Federal Rules of Bankruptcy Procedure, and (ii) the Local Bankruptcy Rules for the United States Bankruptcy Court for the Southern District of New York, in either case, as now in effect or hereinafter amended.

1.11 **“Bar Date”** means June 30, 2021 (or August 30, 2021 with respect to Governmental Units), the date fixed by Order of the Bankruptcy Court entered on May 24, 2021 [ECF No. 22], subsequent to which date a Proof of Claim may not be timely filed.

1.12 **“Business Day”** means any day other than a Saturday, Sunday or other day on which commercial banks in New York, New York are authorized or required by law to close, or other Legal Holiday.

1.13 **“Case”** means this case under chapter 11 of the Bankruptcy Code commenced by the Debtor in the Bankruptcy Court on the Petition Date and styled *In re 500 W 184 LLC*, Case No. 21-10392 (MEW).

1.14 **“Cash”** means lawful currency of the United States of America.

1.15 **“Claim”** means (a) a right to payment, whether or not such right is reduced to judgment, liquidated, unliquidated, fixed, contingent, matured, unmatured, disputed, undisputed, legal, equitable, secured or unsecured; or (b) a right to an equitable remedy for breach of performance if such breach gives rise to a right to payment, whether or not such right to an equitable remedy is reduced to judgment, fixed, contingent, matured, unmatured, disputed, undisputed, secured, or unsecured.

1.16 **“Claims Objection Deadline”** means (a) the 30th day following the later of (i) the Effective Date and (ii) the date that a proof of Claim is filed or amended or a Claim is otherwise asserted or amended in writing by or on behalf of a holder of such Claim, or (b) such later date as ordered by the Bankruptcy Court upon motion filed by a Plan Proponent.

1.17 **“Class”** means a category of substantially similar Allowed Claims or Allowed Interests.

1.18 **“Closing Date”** means the date of the closing of the sale of the Property under the Plan.

1.19 **“Confirmation”** means the entry of the Confirmation Order.

1.20 **“Confirmation Date”** means the date on which the Confirmation Order is entered by the Bankruptcy Code, provided that (i) the Confirmation Order becomes a Final Order and (ii) the Confirmation Order is not stayed by an Order of a court of competent jurisdiction.

1.21 **“Confirmation Order”** means an Order confirming the Plan pursuant to section 1129 of the Bankruptcy Code.

1.22 **“Creditor”** means a holder of an Allowed Claim.

1.23 **“Cure Amount”** means any amount required, pursuant to sections 365(b)(1)(A) and 365(b)(1)(B) of the Bankruptcy Code, to cure any defaults or compensate the non-debtor party

to an Executory Contract for any actual pecuniary loss resulting from a default in respect of an Executory Contract.

1.24 **“Debtor”** means 500 W 184 LLC.

1.25 **“Disbursing Agent”** means Rubin LLC.

1.26 **“Disclosure Statement”** means the Disclosure Statement for the Plan, including all exhibits, attachments or amendments thereto, approved by Order of the Bankruptcy Court.

1.27 **“Disputed Claim”** means (a) any claim that is listed in the Schedules as disputed, contingent or unliquidated and with respect to which no Proof of Claim has been filed; (b) any Claim that has not been disallowed and with respect to which an objection to the allowance thereof, in whole or in part, has been interposed within the applicable period of limitation fixed by the Plan, the Bankruptcy Code, the Bankruptcy Rules or the Bankruptcy Court, to the extent that any such objection has not been resolved by a Final Order; provided however, that until the earlier of (i) the filing of an objection to a Proof of Claim or (ii) the last date to file objections to Claims as established by the Plan or by Final Order, a Claim shall be deemed to be a Disputed Claim in its entirety if; (A) the amount specified in the Proof of Claim exceeds the amount of any corresponding Claim listed in the Schedules; (B) any corresponding Claim listed in the Schedules has been scheduled as disputed, contingent or unliquidated; or (C) no corresponding Claim has been listed in the Schedules. To the extent that a Claim is held by an Insider, the Claim will be a Disputed Claim unless and until that Claim has been settled, withdrawn, or has been determined by a Final Order.

1.28 **“Disputed Claims Reserve”** means the segregated account or accounts established by the Disbursing Agent pursuant to Section 7.5 of the Plan. All references to a banking institution and/or a domestic bank, for the purposes of (i) addressing a Disputed Claims Reserve, (ii) a

domestic bank, refer only to a banking institution that is an authorized depository in the Southern District of New York.

1.29 **“Effective Date”** means the Closing Date of the sale of the Property or such other date as may be designated by the Secured Creditor.

1.30 **“Estate”** means the estate created on the Petition Date pursuant to section 541 of the Bankruptcy Code.

1.31 **“Estimated Professional Fee Reserve”** means the reserve, in an amount not more than \$20,000.00, established pursuant to Section 2.3 of the Plan to pay Professional Fee Claims in full, subject to their allowance by the Bankruptcy Court upon the later of (i) the Effective Date, (ii) the date upon which the order relating to any such Allowed Professional Fee Claim become a Final Order, or (iii) upon such other terms and conditions as may be agreed to between the holder of such an Allowed Professional Fee Claim and Secured Creditor.

1.32 **“Executory Contracts”** shall mean “executory contracts” and “unexpired leases” of the Debtor as such terms are used within section 365 of the Bankruptcy Code.

1.33 **“Final Order”** means a judgment, order, ruling or other decree issued and entered by the Bankruptcy Court or by any state or other federal court or other tribunal located in one of the states, territories or possessions of the United States or the District of Columbia, that has not been stayed, reversed, or vacated, and that is no longer subject to appeal, certiorari proceeding, or other proceeding for review or rehearing. The possibility that a motion under Rule 59 or Rule 60 of the Federal Rules of Civil Procedure, or any analogous rule under the Bankruptcy Rules, may be filed relating to an order will not cause it not to be a Final Order.

1.34 **“Foreclosure Action”** means that certain foreclosure action commenced by Secured Creditor against the Debtor and certain other defendants in the Supreme Court of the State of New York, County of New York, pending under index number 850274/2019.

1.35 **“Governmental Unit”** means the United States; State; Commonwealth, District; Territory; municipality; foreign state; department; agency, or instrumentality of the United States (but not a United States trustee while serving as a trustee in a case under this title), a State, a Commonwealth, a District, a Territory a municipality, or a foreign state; or other foreign or domestic government.

1.36 **“Guarantors”** means, collectively, Marie Chery, Elizabeth Chery, and Marie Chery Revocable Living Trust Dated June 17, 2015.

1.37 **“Guaranty”** means the Guaranty dated June 7, 2019 given by the Guarantors to guarantee payment of the Debtor’s obligations under the Note, Mortgage, and related loan documents.

1.38 **“GUC Contribution”** means Cash to be funded by Secured Creditor to the extent necessary to create a fund in the amount of \$20,000.00 to facilitate a Pro Rata distribution therefrom to holders of Allowed Class 5 General Unsecured Claims should there be insufficient available Cash from other sources under the Plan.

1.39 **“Insider”** means an insider of the Debtor within the meaning of section 101(31) of the Bankruptcy Code.

1.40 **“Insider Claim”** means an Allowed Claim held by or on behalf of an Insider or any successor in interest or assignee thereof.

1.41 **“Interest”** means an equity interest in the Debtor.

1.42 **“Interest Holder”** means the holder of an Allowed Interest in the Debtor.

1.43 **“Landlord Claims”** means all right, title, and interest of the Debtor or its estate in any Claims or causes of action it may have against any tenant, subtenant, and/or holdover tenant of the Property.

1.44 **“Legal Holiday”** means a Legal Holiday as that term is defined in Bankruptcy Rule 9006(a).

1.45 **“Lien”** means a lien as defined in section 101(37) of the Bankruptcy Code, and any legally cognizable security device of any kind, and also includes Claims, any and all mortgages, security interests, conditional sales or title retention agreements, pledges, hypothecations, rights, liens, charges, judgments, rights, liabilities, interests, lis pendens, rights asserted in litigation matters, competing rights of possession, rights of any tenants, occupants or holdovers, encumbrances or claims of any kind or nature whatsoever (whether known or unknown, whether asserted or unasserted, whether absolute or contingent, whether accrued or unaccrued, whether liquidated or unliquidated and whether due or to become due), whether arising by agreement, any statute or otherwise and whether arising before, on or after the Petition Date.

1.46 **“Mortgage”** means that certain *Mortgage Consolidation Extension and Modification Agreement, Assignment of Leases and Rents, and Security Agreement* encumbering the Property, which was given by the Debtor to First Platinum Capital Corp. on June 7, 2019, which, together with all of First Platinum Capital Corp.’s right, title and interest thereunder, was assigned to the Secured Creditor by way of that certain *Assignment of Mortgage* dated as of August 21, 2019.

1.47 **“Note”** means collectively, each and every agreement, promissory note, including any amendment or modification thereof, or allonge thereto and/or any assignment evidencing a Secured Claim against the Debtor as assigned and now held by Secured Creditor, but originally

held by First Platinum Capital Corp. in the original principal amount of \$1,800,000.00, which includes that certain Amended and Restated Secured Promissory Note dated June 7, 2019.

1.48 **“Other Priority Claim”** means any Claim accorded priority in right of payment under section 507(a) of the Bankruptcy Code, other than a Priority Tax Claim or an Administrative Claim.

1.49 **“Order”** means an order of the Bankruptcy Court.

1.50 **“Petition Date”** means March 2, 2021, the date on which the Debtor commenced its Case by the filing of its voluntary petitions for relief under chapter 11 of the Bankruptcy Code.

1.51 **“Plan”** means this Joint Plan of Reorganization for 500 W 184 LLC, as it may be amended, supplemented or modified from time to time, including any exhibits or schedules annexed hereto or required to be filed with the Bankruptcy Court pursuant hereto.

1.52 **“Plan Proponents”** means, collectively, the Secured Creditor and the Debtor.

1.53 **“Post-Petition Tax Claim”** means an Allowed Claim of a Governmental Unit for taxes (or for interest or penalties related to such taxes) for any tax year or period, all or any portion of which occurs or falls within the period from and including the Petition Date through and including the Effective Date.

1.54 **“Priority Tax Claim”** means an Allowed Claim of a Governmental Unit of the kind specified in section 507(a)(8) of the Bankruptcy Code.

1.55 **“Professional”** means all professionals employed by the Debtor under section 327 of the Bankruptcy Code.

1.56 **“Professional Fee Claim”** means a Claim for compensation for services rendered, and reimbursement of expenses incurred by Professionals as awarded by Final Order following application in accordance with sections 330 and 331 of the Bankruptcy Code.

1.57 **“Proof of Administrative Claim”** means a request for payment of an Administrative Expense (excluding Professional Fee Claims) filed pursuant to section 503 of the Bankruptcy Code.

1.58 **“Proof of Claim”** means a proof of Claim filed pursuant to section 501 of the Bankruptcy Code and Part III of the Bankruptcy Rules.

1.59 **“Proof of Interest”** means a proof of Interest filed pursuant to section 501 of the Bankruptcy Code and Part III of the Bankruptcy Rules.

1.60 **“Property”** means singularly and/or collectively the real property of the Debtor and the improvements thereon, located at and commonly known as 500 West 184th Street, New York, New York.

1.61 **“Pro Rata”** means the proportion that an Allowed Claim in a particular Class bears to the aggregate amount of Allowed Claims within such Class.

1.62 **“Purchaser”** means the entity to whom the Property is sold pursuant to the Sale Transaction.

1.63 **“Receiver”** means Andrew W. Albstein, as the temporary receiver of the Property pursuant to an order dated February 18, 2020, appointing him as the temporary receiver in the Foreclosure Action.

1.64 **“Receivership Claims”** means Claims that have been incurred prior to the Petition Date by the Receiver in his administration and operation of the Property, including commissions, consistent with and pursuant to the order dated February 18, 2020, appointing him as the temporary receiver in the Foreclosure Action.

1.65 **“Receiver Stipulation”** means the *Stipulation and Agreed Order Resolving Receiver Claim* entered in this Case on October 15, 2021 [ECF No. 53].

1.66 **“Released Entities”** shall have the meaning defined in Section 8.2 of the Plan.

1.67 **“Reorganized Debtor”** means the Debtor after the Effective Date.

1.68 **“Sale Proceeds”** means the proceeds from the Sale Transaction net of closing costs including, but not limited to, brokerage fees, title costs and other ordinary and necessary costs of, or credits related to, the transfer of title to the Property.

1.69 **“Sale Transaction”** means the sale of the Property and the Landlord Claims pursuant to sections 363 and 1123(a)(5)(D) of the Bankruptcy Code to be conducted by public auction in accordance with the Terms and Conditions of Sale annexed as Exhibit A to the Plan, at which auction any party holding an Allowed Secured Claim arising from a Lien on the Property shall be entitled to credit bid to the extent permitted by the Terms and Conditions of Sale.

1.70 **“Schedules”** mean the schedules of assets and liabilities and statement of financial affairs filed by the Debtor with the Bankruptcy Court in accordance with section 521(1) of the Bankruptcy Code and Rule 1007 of the bankruptcy Rules and any amendments thereto.

1.71 **“Secured Claim”** means an Allowed Claim, including all amounts, if any, allowed pursuant to section 506(b) of the Bankruptcy Code, to the extent that it is secured by a Lien on property in which the Estate has an interest or that is subject to set-off under section 553 of the Bankruptcy Code, to the extent of the value of the Claim holder’s interest in the Estate’s interest in such property or to the extent of the amount subject to set-off, as applicable, as determined pursuant to section 506(a) of the Bankruptcy Code.

1.72 **“Secured Creditor”** means Amsterdam Mixed Use LLC.

1.73 **“Secured Creditor’s Secured Claim”** means the Secured Claim of the Secured Creditor on account of the Note and Mortgage, and all other loan documents executed by the Debtor in connection therewith, in the amount of no less than \$2,505,309.03 as of the Petition

Date, plus per diem interest in the amount of \$1,288.72 from the Petition Date through the date of the closing of the Sale Transaction.

1.74 **“Transfer Taxes”** means, without limitation, (i) New York County or other applicable local Real Property Transfer Taxes, (ii) New York State mortgage recording taxes imposed under Article 11 of the New York State Tax Law, and (iii) and any and all other stamp taxes or similar taxes, which, but for the applicability of section 1146(a) of the Bankruptcy Code would be applicable, to any transfer made in accordance with, pursuant to, or in furtherance of the Plan.

1.75 **“Unimpaired”** means, with respect to a Claim, Interest or Class of Claims or Interests, that such Claim or Interest is not “impaired” within the meaning of section 1123(a)(4) and 1124 of the Bankruptcy Code.

1.76 **“Unsecured Claim”** means an Allowed Claim which is not an Administrative Claim, a Bankruptcy Fee, an Insider Claim, a Priority Claim, a Priority Tax Claim, or a Secured Claim.

ARTICLE II

TREATMENT OF UNCLASSIFIED CLAIMS

2.1 Pursuant to section 1123(a) of the Bankruptcy Code, the Plan does not classify Administrative Claims or Allowed Priority Tax Claims. Such Claims, to the extent they are Allowed Claims, shall receive the treatment provided in this Article 2 in full satisfaction thereof.

2.2 **Administrative Bar Date.** Except as otherwise provided in Section 2.3 of the Plan, requests for payment of and/or Proof of Administrative Claims must be filed no later than the Administrative Bar Date. Holders of Administrative Claims that do not file Proofs of Administrative Claims on or before the Administrative Bar Date shall be forever barred from asserting such Claims against the Debtor or its Property.

2.3 Professional Fee Claims. All Professionals seeking an award by the Bankruptcy Court of Professional Fee Claims shall file their respective final applications for allowance of compensation for services rendered and reimbursement of expenses incurred by the date that is thirty (30) days after the Effective Date. No later than five (5) days prior to the Confirmation Hearing, all entities holding claims for Professional Fee Claims (other than any brokers retained by the Debtor) shall serve via email upon counsels for the Plan Proponents a notice of the estimated amount of their unpaid Professional Fee Claim and the estimate for any post-confirmation fees and expenses of the Debtor's professionals, and the Disbursing Agent shall establish an Estimated Professional Fee Reserve (excluding the fees and expenses of any brokers retained by the Debtor), in an amount not to exceed \$20,000 in the aggregate, to pay such Professional Fee Claim (the aggregate amount of all such Professional Fee Claims not to exceed \$45,000—which amount includes \$25,000 held by Debtor's counsel as a pre-petition retainer, and excludes the claims of any brokers retained by the Debtor), subject to allowance by the Bankruptcy Court (i) upon the later of (A) the Effective Date and (B) the date upon which the order relating to any such Allowed professional Fee Claim becomes a Final Order, or (ii) upon such other terms as may be mutually agreed upon between the holder of such an Allowed Professional Fee Claim and Secured Creditor. Any commissions owed to any brokers retained by the Debtor will be paid at the closing on the sale of the Property, from proceeds of the sale if the successful purchaser is a third party or by Secured Creditor if it is the successful purchaser via a credit bid.

2.4 Post-Petition Tax Claims. All Proofs of Administrative Claims for Post-Petition Tax Claims for which no bar date has otherwise previously been established, must be filed on or before the later of (i) 10 days after the date of entry of the Confirmation Order, and (ii) 60 days following the filing of the tax return for such taxes for such tax year or period with the applicable

Governmental Unit. Any holder of any Post-Petition Tax Claim that does not file a Proof of Administrative Claim by the applicable bar date shall be forever barred from asserting any such Post-Petition Tax Claim against the Debtor, the Property or Secured Creditor, whether any such Post-Petition Tax Claim is deemed to arise prior to, on, or subsequent to the Effective Date.

2.5 Administrative Tax Claims Held by Governmental Units. Subject to the provisions of Article 7 of the Plan with respect to Disputed Claims, all Allowed Administrative Tax Claims held by Governmental Units shall be paid, in Cash, in full either (i) on or prior to the Effective Date, or (ii) upon such other terms as may be agreed to, in writing, between Secured Creditor and such Governmental Units on or before the Confirmation Date.

2.6 Administrative Claims. Subject to the provisions of Article 7 of the Plan with respect to Disputed Claims, each Allowed Administrative Claim, to the extent not previously paid, shall be paid by the Disbursing Agent in Cash in full on (i) the later of the Effective Date, the date payment of such Claim is due under the terms thereof or applicable law, or three Business Days after such Claim becomes an Allowed Administrative Claim or (ii) as may be otherwise mutually agreed in writing between Secured Creditor and the holder of such Claim.

2.7 Priority Tax Claims. Subject to the provisions of Article 7 of the Plan with respect to Disputed Claims, in full satisfaction of Priority Tax Claims, and except as may be otherwise mutually agreed in writing between Secured Creditor and the applicable Governmental Unit, all Allowed Priority Tax Claims shall be paid by the Disbursing Agent in full on the Effective Date.

2.8 Bankruptcy Fees. The Disbursing Agent shall pay all outstanding fees and charges assessed against the Debtor under 28 U.S.C. § 1930 and any applicable interest due thereon until conversion, dismissal or closing of this Case by means of a final decree, whichever happens earlier. Within ten (10) days after the Effective Date, the Debtor shall file a closing report detailing all

disbursements made at the closing on the Property. All fees and charges assessed against the Debtor under § 1930 of title 28 of the United States Code, and any applicable interest thereon, through dismissal, conversion or entry of a final decree, shall be paid by the Disbursing Agent, in Cash in full as required by statute from proceeds of the Sale Transaction.

ARTICLE III

CLASSIFICATION OF CLAIMS AND INTERESTS

Except as otherwise provided in Article 2, Allowed Claims are classified as set forth in this Article 3. A Claim is in a particular Class designated herein only to the extent such Claim (i) fits within the description of such Class (and is in such other and different Class or Classes to the extent that the remainder thereof fits within the description of such other Class or Classes), and (ii) has not been paid, released or otherwise satisfied prior to the Effective Date.

3.1 **Class 1 – Other Priority Claims.** Class 1 consists of all Allowed Other Priority Claims.

3.2 **Class 2 – New York City Secured Claims.** Class 2 consists of the Allowed Secured Claims of the City of New York.

3.3 **Class 3 – Receivership Claims.** Class 3 consists of the Allowed Receivership Claims.

3.4 **Class 4 – Secured Creditor's Secured Claim.** Class 4 consists of the Allowed Secured Creditor's Secured Claim.

3.5 **Class 5 – General Unsecured Claims.** Class 5 consists of Allowed General Unsecured Claims, including any deficiency claims of Secured Creditor.

3.6 **Class 6 – Equity Interests.** Class 6 consists of all Allowed Interests in the Debtor.

ARTICLE IV

TREATMENT OF CLAIMS AND INTERESTS

4.1 **Class 1 – Other Priority Claims.** Subject to the provisions of Article 7 of the Plan with respect to Disputed Claims, in full satisfaction of Class 1 Other Priority Claims, the holders of Other Priority Claims shall receive the following treatment: on the Effective Date, or as soon as practicable after such Claims become Allowed Claims, each holder of an Allowed Claim in Class 1 shall receive payment from the Disbursing Agent (i) in Cash, in the full amount of its Allowed Other Priority Claim, or (ii) as may be otherwise agreed in writing between Secured Creditor and the holder of such Claim. Class 1 is unimpaired, and the holders of Other Priority Claims are conclusively deemed to have accepted the Plan pursuant to section 1126(f) of the Bankruptcy Code. Therefore, holders of Other Priority Claims are not entitled to vote to accept or reject the Plan.

4.2 **Class 2 – New York City Secured Claims.** Subject to the provisions of Article 7 of the Plan with respect to Disputed Claims, in full satisfaction of Class 2 New York City Secured Claims, the holder of such Claims shall receive the following treatment: on the Effective Date, or as soon as possible after such Claims become Allowed Claims, the holder of the Class 2 New York City Secured Claims shall receive payment from the Disbursing Agent (i) in Cash, in the full amount of its Allowed Secured Claim, or (ii) as may be otherwise agreed in writing between Secured Creditor and the holder of such Claim. Class 2 is unimpaired, and the holders of Allowed Secured Claims in Class 2 are conclusively deemed to have accepted the Plan pursuant to section 1126(f) of the Bankruptcy Code. Therefore, holders of Allowed Secured Claims in Class 2 are not entitled to vote to accept or reject the Plan.

4.3 **Class 3 – Receivership Claims.** In full satisfaction of Class 3 Receivership Claims, the Receiver shall receive the following treatment, consistent with the terms of the

Receiver Stipulation: on the Effective Date, or as soon as reasonably practicable thereafter, the Receiver shall receive payment from the Disbursing Agent, in Cash, in the amount of \$15,000.00. The Class 3 Receivership Claims are Impaired, and the Receiver is entitled to vote to accept or reject the Plan.

4.4 **Class 4 – Secured Creditor’s Secured Claim.** In full satisfaction of the Class 4 Secured Creditor’s Secured Claim, Secured Creditor shall receive the following treatment: (i) to the extent any Cash and Sale Proceeds is remaining after payment of Administrative Claims, Professional Fee Claims, Priority Tax Claims, Class 1 Claims, Class 2 Claims, and Class 3 Claims, on the Effective Date, or as soon as possible after the Secured Creditor’s Secured Claim becomes an Allowed Claim, the Secured Creditor shall receive from the Disbursing Agent remaining Cash, if any, up to the full amount of its Allowed Secured Claim, or (ii) if the Property is sold to Secured Creditor by credit bid, then on the Effective Date, Secured Creditor, or its designee, shall take title to the Property free and clear of all Liens, except permitted encumbrances as determined by Secured Creditor (which may include the existing mortgage lien of Secured Creditor, in Secured Creditor’s sole discretion). To the extent that Cash and Sale Proceeds are insufficient to pay the Class 4 Claim in full, the deficiency amount shall be treated as a Class 5 Claim, and Secured Creditor shall waive its right to receive a distribution on account of its Class 5 Claim. The Class 4 Secured Creditor’s Secured Claim is Impaired, and the Secured Creditor is entitled to vote to accept or reject the Plan. The Secured Creditor’s Secured Claim shall be deemed an Allowed Secured Claim under the Plan.

As long as all of the Guarantors (i) fully and timely cooperate with Secured Creditor in the proposal, prosecution and consummation of the terms of the Plan, including the execution and delivery of all documents and notices to implement the Sale Transaction, the transfer of ownership,

control and operation of the Property to Purchaser, the turnover of all rents and insurance proceeds whenever received in connection with the Property, and application for exemptions from otherwise applicable federal, state, or local stamp or similar taxes under section 1146 of the Bankruptcy Code, and (ii) cooperate with the Disbursing agent in carrying out its duties under the Plan and refrain from taking any action interfere with such Plan prosecution and implementation, then Secured Creditor covenants not to sue any of the Guarantors with respect to the Guaranty.

4.5 **Class 5 – General Unsecured Claims.** Subject to the provisions of Article 7 of the Plan with respect to Disputed Claims, in full satisfaction of Class 5 General Unsecured Claims, the holders of such Claims shall receive the following treatment: on the Effective Date, or as soon as possible after such Claims become Allowed Claims, each holder of an Allowed Class 5 General Unsecured Claim shall receive from the Disbursing Agent, unless otherwise agreed in writing between Secured Creditor and the holder of such Claim, its Pro Rata payment of the remaining Cash and Sale Proceeds after payment of Administrative Claims, Professional Fee Claims, Priority Tax Claims, Class 1 Claims, Class 2 Claims, the Class 3 Claim, and Class 4 Claims; *provided, however*, if the amount of such remaining Cash and Sale Proceeds available to pay Allowed Class 5 Claims is less than \$20,000.00, Secured Creditor will fund the GUC Contribution to the extent necessary to facilitate the Pro Rata distribution of \$20,000.00 to holders of Allowed Class 5 General Unsecured Claims pursuant to Section 4.5 of the Plan. Holders of Allowed Class 5 General Unsecured Claims will receive a minimum distribution of \$20,000.00 in the aggregate, regardless of the amounts paid to other Classes of Claims or Unclassified Claims under the Plan. Class 5 Claims are Impaired, and the holders of General Unsecured Claims are entitled to vote to accept or reject the Plan.

4.6 **Class 6 – Equity Interests.** On the Effective Date, all Interest Holders shall retain their Interests and their rights as to any remaining balance of Cash, if any, that may exist after payment in full of all Allowed Claims and Classes of Claims against the Debtor. Interests of Equity shall not be extinguished, and the Debtor shall remain responsible for winding down its own affairs, without interfering with the Disbursing Agent’s performance under the Plan. Class 6 Equity Interests are Impaired, and the holders of Equity Interests are entitled to vote to accept or reject the Plan.

ARTICLE V

TREATMENT OF EXECUTORY CONTRACTS AND UNEXPIRED LEASES

5.1 **Rejection of Executory Contracts and Unexpired Leases.** On the Effective Date, all Executory Contracts and unexpired leases to which the Debtor is a party shall be deemed rejected, including that certain Commission Agreement dated as of March 19, 2020 between the Debtor and Vision Realty Advisors LLC, and that certain Contract of Sale dated as of October 16, 2020 between the Debtor and 2500 Amsterdam LLC.

5.2 **Rejection Claims.** Allowed Claims arising from the rejection of Executory Contracts and unexpired leases of the Debtor pursuant to Section 5.1 of the Plan shall be treated as General Unsecured Claims.

5.3 **Bar to Rejection Claims.** A Proof of Claim with respect to any Unsecured Claim for damages arising from the rejection of an Executory Contract or Unexpired Lease pursuant to Section 5.1 of the Plan shall not be timely filed unless it is filed with the Bankruptcy Court and served so that it is received by the Plan Proponents within thirty (30) days after the date of entry of a Final Order approving such rejection (unless such Final Order expressly provides a bar date with respect to such Claim, in which event no Proof of Claim with respect to such Claim shall be deemed timely unless it is filed with the Bankruptcy Court and served in a manner provided in

such Final Order). Any such Claim not timely filed and served shall be forever barred from assertion and may not be enforced against the Debtor, or their successors or their respective Property.

ARTICLE VI

IMPLEMENTATION OF THE PLAN

6.1 **The Sale Transaction and Plan Funding.** Payments under the Plan will be paid from either the Sale Proceeds, Cash turned over by the Debtor to the Disbursing Agent (including all rents and insurance proceeds whenever received in connection with the Property) pursuant to Section 6.1 of the Plan, and/or Cash to be contributed by Secured Creditor. The Sale Transaction will be implemented pursuant to sections 363 and 1123(a)(5)(D) of the Bankruptcy Code and the Terms and Conditions of Sale annexed as Exhibit A to the Plan. Prior to or on the Effective Date, the Property and the Landlord Claims shall be sold to the Purchaser, pursuant to sections 363(f), 1123(a)(5)(D), and 1141(c) of the Bankruptcy Code free and clear of all Liens (except permitted encumbrances as determined by the Purchaser), with any such Liens, Claims and encumbrances to attach to the Sale Proceeds and disbursed in accordance with the provisions of the Plan. Secured Creditor shall have the right, but not the obligation, to provide for an assignment of its Mortgage and an assumption by Purchaser in connection with the Sale Transaction; provided however, that if Secured Creditor elects, before the auction, to offer a Qualified Bidder the opportunity to take assignment of the Mortgage, then Secured Creditor must make that opportunity available to all Qualified Bidders. Except as set forth elsewhere in the Plan, all distributions to be made on the Effective Date shall be transferred to the escrow account of the Disbursing Agent promptly following the closing of the Sale Transaction. Only in the event that Secured Creditor or its designee is the Purchaser of the Property by credit bid, or if the Cash and Sale Proceeds are insufficient to pay the Allowed Administrative Claims, Professional Fee Claims, Priority Tax

Claims, Class 1 Claims, Class 2 Claims, and Class 3 Claims in accordance with the terms of the Plan, Secured Creditor shall deliver to the Disbursing Agent for distribution pursuant to the provisions of the Plan (i) Cash in an amount sufficient to pay the Allowed Administrative Claims, Professional Fee Claims, Priority Tax Claims, Class 1 Claims, Class 2 Claims, and Class 3 Claims in accordance with the terms of the Plan, and (ii) the GUC Contribution. Within two (2) Business Days after entry of the Confirmation Order, the Debtor will deliver to the Disbursing Agent all Cash of the Debtor (including all rents and insurance proceeds whenever received in connection with the Property) wherever located which amounts may be utilized by the Plan Proponents to pay any and all Allowed Claim(s) in their sole discretion.

The Property and the Landlord Claims will be sold free and clear of all Liens (except permitted encumbrances as determined by the Purchaser (which may include the existing mortgage lien of Secured Creditor, in Secured Creditor's sole discretion) and the usual and customary utility easements, if any, appearing as of record or as preserved in the Plan). The Property will be sold "AS IS," "WHERE IS," "WITH ALL FAULTS," without any representations, covenants, guarantees or warranties of any kind or nature whatsoever and subject to, among other things, (i) any state of facts that an accurate survey may show; (ii) any covenants, restrictions and easements of record; (iii) any state of facts a physical inspection may show; (iv) any building or zoning ordinances or other applicable municipal regulations and violations thereof; and (v) environmental conditions, including, without limitation, the Property's compliance (or lack of compliance) with environmental laws and the presence or absence of underground fuel storage tanks, any hazardous materials or asbestos anywhere on the Property. The Purchaser will be required to pay at closing, in cash, all pre-petition and post-petition claims secured by a lien that is senior in priority to Secured Creditor's lien.

6.2 **Sale Approval.** As a part of the Sale Transaction under the Plan, and in order to ensure consummation of the Plan, the order approving the Sale Transaction to be entered after the auction shall, subject to Bankruptcy Court approval, contain the following findings of fact and conclusions of law: (i) that the terms and conditions of the Sale Transaction and the purchase agreement are fair and reasonable, (ii) that the Debtor's sale, and the Purchaser's purchase, of the Property pursuant to the Plan, is non-collusive, fair and reasonable and was conducted openly and in good faith, without any fraud, (iii) that the transfer of the Property to the Purchaser represents an arm's-length transaction and was negotiated in good faith between the parties, (iv) that the Purchaser, as transferee of the Property, is a good faith purchaser under Bankruptcy Code section 363(m) and, as such, is entitled to the full protection of Bankruptcy Code section 363(m), (v) that the Property is sold free and clear of all Liens, Claims, interests, and encumbrances pursuant to sections 363(f), 1123(a)(5)(D), and 1141(c) of the Bankruptcy Code, with any such Liens, Claims and encumbrances to attach to the Sale Proceeds and disbursed in accordance with the provisions of the Plan; except that in the event that Secured Creditor is the Purchaser, then the Property may be sold subject to its mortgage lien in the sole discretion of Secured Creditor, (vi) that the Sale Transaction was not controlled by an agreement among potential purchasers for purposes of section 363(n) of the Bankruptcy Code, and (vii) that no cause of action exists against the Purchaser or with respect to the sale of the Property to the Purchaser. All stay provisions under Bankruptcy Rule 6004(h) or elsewhere will be waived.

6.3 **Real Estate Brokers.** Secured Creditor may retain one or more real estate brokers to market the Property and to conduct the auction of the Property. The Debtor must fully cooperate with any broker, auctioneer, and/or real estate professional to permit reasonable access to the Property for marketing and auction purposes.

6.4 **The Disbursing Agent.** The Disbursing Agent shall be appointed on the Confirmation Date on behalf of the Debtor and its estate in order to take such actions as may be necessary or appropriate to implement the Plan, including the Sale Transaction, the claims administration process, and distributions to creditors. Except as set forth elsewhere in the Plan, all payments required to be made under the Plan shall be made by the Disbursing Agent in accordance with the terms of the Plan. The Disbursing Agent shall take all necessary steps, and perform all necessary acts, to consummate the terms and conditions of the Plan. The Confirmation Order shall contain appropriate provisions, consistent with section 1142 of the Bankruptcy Code, authorizing and directing the Debtor and any other necessary party to execute or deliver, or to join in the execution or delivery, on the Effective Date, of any instrument required to effect a transfer of property required by the Plan, in form and substance satisfactory to Purchaser, and to perform any act, including the satisfaction of any Lien, that is necessary for the consummation of the Plan. Each of the Plan Proponents is designated a party in fact to execute all documents in the name of the Debtor as may be required to consummate the Sale Transaction, including, without limitation, execute any and all documents necessary to effectuate the transfer of title of the Property to the Purchaser at the closing of the Sale Transaction, including without limitation a Bargain and Sale Deed with Covenants, a Bill of Sale and all required transfer tax returns and ACRIS documents or any other documents in the name of the Debtor as may be required to consummate the Sale Transaction. Pursuant to section 1123(a)(5)(D) of the Bankruptcy Code, should the Property be sold to Secured Creditor, or its designee, free and clear of any and all Liens, Secured Creditor shall have the option, in its sole and absolute discretion, to take title to the Property subject to its existing mortgage lien of record, or to extend that option to any third party purchaser. The Confirmation

Order will also authorize the Disbursing Agent to hold all Sale Proceeds from the closing of the Sale Transaction until Disbursing Agent makes distributions or disbursements under the Plan.

6.5 Vesting of Assets. Except as otherwise provided in the Plan, upon the closing of the sale of the Property, the Property and the Landlord Claims shall vest in the Purchaser, free and clear of all Liens. From and after the Effective Date, the Purchaser may operate the Property and use, acquire and dispose of property free of any restrictions of the Bankruptcy Code or the Bankruptcy Rules and in all respects as if there were no pending case under any chapter or provision of the Bankruptcy Code, except as otherwise provided herein. After the Plan has been fully administered, including payment of all Allowed Claims, fees and expenses, any remaining property of the Estate that the Debtor was not required to turnover to the Disbursing Agent under the Plan shall vest in the Reorganized Debtor free and clear of all Liens, unless otherwise provided pursuant to the Plan and the Confirmation Order.

6.6 Exemption from Certain Taxes. To the maximum extent provided by section 1146(a) of the Bankruptcy Code, the issuance, transfer, or exchange of any security and the making or delivery of any instrument of transfer under the Plan as confirmed by the Bankruptcy Court, (including an instrument of transfer executed in furtherance of the Sale Transaction), shall not be subject to tax under any law imposing a stamp tax, real estate transfer tax, mortgage recording tax, mansion tax, or similar tax due on the sale of the Property in connection with or in furtherance of the Plan as confirmed by the Bankruptcy Court and the funding requirements contained herein and shall not be subject to any state, local or federal law imposing such tax and the appropriate state or local government officials or agents shall forego collection of any such tax or governmental assessment and accept for filing and recordation any of the foregoing instruments or other documents without the payment of any such tax or governmental assessment.

6.7 Execution of Documents.

(a) On the Effective Date, the Debtor and any necessary party thereto, shall execute, release, and deliver all documents reasonably necessary to consummate the transactions contemplated by the terms and conditions of the Plan. The Debtor shall not interfere with the Disbursing Agent in the performance of its duties.

(b) Pursuant to sections 105, 1141(c) and 1142(b) of the Bankruptcy Code, the Debtor shall be authorized to execute, in the name of any necessary party, any estoppel certificate, or any notice of satisfaction, release or discharge of any Lien, Claim or encumbrance (including any Lien, claim or encumbrance that is to be released and satisfied under compliance with the provisions of the Plan) not expressly in the Plan and deliver such notices to any and all federal, state and local governmental agencies or departments for filing and recordation, and the Confirmation Order shall expressly so provide.

(c) If the Debtor refuses to execute or deliver any document or notice in connection with the Sale Transaction, counsel for the Debtor, the Disbursing Agent, or Secured Creditor each shall be authorized, empowered and directed to (a) execute and deliver any instrument, agreement or document and (b) perform any act that is necessary, desirable, or required to comply with the terms and conditions of the Plan and consummation of the Plan, and is authorized, empowered and directed, without limitation, to take all actions necessary or appropriate to enter into, implement, and consummate the contracts, instruments, and other agreements or documents (including without limitation, deeds and accompanying transfer documents as may be required by recording officers and/or a title insurance company) created in connection with the Plan, and the Confirmation Order shall expressly so provide.

6.8 **Filing of Documents.** Pursuant to sections 105, 1141(c) and 1142(b) of the Bankruptcy Code, each and every federal, state and local government agency or department shall be directed to accept and record any and all documents and instruments necessary, useful or appropriate to effectuate, implement and consummate the transactions contemplated by the Plan, and any and all notices of satisfaction, release or discharge or assignment of any Lien, Claim or encumbrance not expressly preserved by the Plan.

6.9 **Property Turnover at Closing.** The Debtor shall turnover possession of the Property at closing, together with all files and records pertaining to construction documents, Department of Building permits, violations, architectural plans, leases, repair invoices, and tenant correspondence. If the Debtor fails to turnover possession of the Property, Secured Creditor or the Purchaser shall be entitled to apply for a writ of assistance for Bankruptcy Court approval to obtain the assistance of the United States Marshal to remove the Debtor and its affiliates from the Property and effectuate turnover of the Property and all related files and records pertaining to construction documents, Department of Building permits, violations, architectural plans, leases, repair invoices, and tenant correspondence.

6.10 **Preservation of Insurance.** The Plan shall not diminish or impair the enforceability of any insurance policy, right or claim that may cover Claims against the Debtor or any other person or entity. Likewise, the Plan and the Confirmation Order shall not impair any insurance carrier's rights, claims, defenses or disputes under any policy and shall not act to increase or extend any rights of the Debtor or any insurance carrier.

6.11 **Preservation of Rights of Action.** Except as otherwise provided in the Plan or in any contract, instrument, release or other agreement entered in connection with the Plan, the Debtor shall retain, and on the Effective Date shall be deemed to have assigned to the Reorganized

Debtor or its designee, who may, in accordance with its determination of the best interest of the estate, enforce any claims, rights and causes of action arising under section 510 and 544 through 550 of the bankruptcy Code or any similar provisions of state law, or any statute or legal theory.

6.12 **Funding.** Except as set forth elsewhere in the Plan, all payments required to be made under the Plan shall be made by the Disbursing Agent in accordance with the terms of the Plan. Except as set forth elsewhere in the Plan, the Plan will be funded from the Sale Proceeds, any Cash turned over by the Debtor, and, if necessary, the GUC Contribution. At Closing, the Plan Proponents shall deliver the Cash to the Disbursing Agent, and the Disbursing Agent shall segregate sufficient Cash to pay or reserve for all payments that are to be made pursuant to the terms of the Plan. The GUC Contribution shall be paid by Secured Creditor to the Disbursing Agent's IOLA account. at the closing of the Sale. The Disbursing Agent shall retain sufficient funds in its IOLA account to make distributions as provided in the Plan on account of Allowed Claims, including Allowed Professional Fee Claims and Bankruptcy Fees. Any fees due to any real estate broker retained by the Debtor, should Secured Creditor became the successful purchaser for the Property via a credit bid, will be paid by the Secured Creditor.

ARTICLE VII

PROVISIONS GOVERNING DISTRIBUTIONS

7.1 **Disbursing Agent.** The Disbursing Agent shall not be deemed to be an officer, fiduciary or agent of the Debtor. Furthermore, the Disbursing Agent shall have the express authority to execute a deed to the Property and other conveyance documents and notices in place, and stead of members of the Debtor, or other authorized parties of the Debtor, and shall have no other powers or authority with respect to the Debtor. The Disbursing Agent shall not be required to give any bond or surety or other security for the performance of its duties. The Disbursing Agent shall have no obligation to file tax returns or similar reports wit the appropriate taxing

authorities. The Disbursing Agent shall not have, or incur any liability to any entity for any action take or omitted to be taken in connection with or related to the formulation, preparation, dissemination, Confirmation or consummation of the Plan, the Disclosure Statement or any contract, instrument, release or other agreement or document created or entered into, or any other action taken or omitted to be taken in connection with the Plan, except in the case of gross negligence, willful misconduct, criminal conduct, or for any liability pursuant to 28 U.S.C. § 959 solely in connection with carrying out of its duties under the Plan, which liability shall be expressly limited to the period commencing from the Effective Date of the Plan and ending on the date that all disbursements in accordance with the Plan have been distributed.

7.2 Timing of Distributions Under the Plan. Subject to Section 7.4 of the Plan, any payments, distributions or other performance to be made pursuant to the Plan on account of any Allowed Claim shall be deemed to be timely made if made on or within five (5) Business Days following the later of (i) the Effective Date, or (ii) the expiration of any applicable objection deadline with respect to such Claim, or (iii) such other times provided in the Plan. Notwithstanding anything to the contrary contained in the Plan, distributions on account of Class 5 General Unsecured Claims will not be made until after the total Allowed amount of Claims in such Class has been determined, and distributions have been made to holders of Allowed Claims in Classes 1 through 4.

7.3 Method of Payment. Unless otherwise expressly agreed, in writing, all Cash payments to be made pursuant to the Plan shall be made by check drawn on a domestic bank.

7.4 No Distribution Pending Allowance. Notwithstanding any other provision of the Plan, no payment or distribution of Cash or other property shall be made with respect to any portion of a Disputed Claim unless and until all objections to such Claim are resolved by Final Order.

7.5 Escrow of Cash Distributions.

(a) Unless otherwise agreed to in writing by the Disbursing Agent and the holder of any Claim (other than an Unsecured Claim or an Insider Claim) to which this Section 7.5(a) applies, on the Effective Date the Disbursing Agent shall deposit in one or more segregated accounts, Cash or property (whether received from the Debtor, Secured Creditor, or the Purchaser) equal to 100% of the Cash or property to be distributed under the Plan on account of Disputed Claims (other than the Secured Creditor's Claim, an Unsecured Claim or an Insider Claim) that would be Allowed Claims but for the pendency of a dispute with respect thereto, including, but not limited to (i) such Disputed Claims entitled to treatment as Administrative Expenses or as Priority Claims pursuant to sections 503 and 507 of the Bankruptcy Code, (ii) Claims of Governmental Units for any tax, (iii) any disputed cure amount and (iv) any amount due but not payable on the Effective Date on account of Administrative Expenses or Claims entitled to priority pursuant to sections 503 and 507 of the Bankruptcy Code.

(b) In determining the amount of the Cash or property to be distributed under the Plan on account of Disputed Claims, the calculation of the distribution to each holder of an Allowed Claim in such class shall be made as if all Disputed Claims in the applicable class were Allowed Claims in their respective face amounts.

(c) The Disbursing Agent shall have the right to seek an Order of the Bankruptcy Court, after notice and a hearing, estimating or limiting the amount of Cash or property that must be so deposited. Any Creditor whose Claim is so estimated or limited shall have no recourse to any assets theretofore distributed on account of any Allowed Claim, or any other Entity or property if the Allowed Claim of the Creditor (whose Claim was so estimated or limited) as determined by Final Order exceeds the amount so deposited. Instead, such Creditor shall have recourse only to

the undistributed assets in the Disputed Claims Reserve (on a Pro Rata basis with other Creditors of the same Class who are similarly situated) that exceed the aggregate amount of all Disputed Claims allowed by Final Order.

7.6 Distribution After Allowance. Within thirty (30) days after the allowance of a Disputed Claim, in the event any distributions have been made as of the date such Claim becomes an Allowed Claim, the Disbursing Agent shall distribute from the funds placed in escrow in accordance with Section 7.5 of the Plan all Cash or other property, including any interest, dividends or proceeds thereof, to which a holder is then entitled with respect to any Disputed Claim that has become an Allowed Claim.

7.7 Investment of Segregated Cash and Property. To the extent practicable, the Disbursing Agent may invest any Cash or other property segregated on account of a Disputed Claim, Disputed Interest, undeliverable distribution, or any proceeds thereof (i) in a manner that will yield a reasonable net return taking into account the safety of the investment or (ii) in any manner permitted by section 345 of the Bankruptcy Code; provided, however, that the Disbursing Agent shall be under no obligation to so invest such Cash or proceeds and shall have no liability to any party for an investment made or any omission to invest such Cash, other property or proceeds.

7.8 Distribution After Disallowance. Subject to Section 7.5(c) of the Plan, the remaining Cash, if any, and other property segregated on account of Disputed Claims, including all allocable portion of the net return yielded from any investment thereof remaining after all Disputed Claims have been resolved by Final Order shall be paid to the Allowed Interests, if any.

7.9 Surrender of Instruments; Execution of Satisfactions and Releases.

(a) Notwithstanding any other provision of the Plan, no Creditor or any Interest Holder that holds a note or other instrument evidencing such Creditor's Claim or Interest may receive any distribution with respect to such Claim or Interest unless and until the original note or other original instrument evidencing such Claim or Interest shall have been validly surrendered to the Disbursing Agent at the sole cost and expense of such Creditor or Interest Holder, unless such note or instrument has been assigned to the Purchaser.

(b) Any Cash or property to be distributed pursuant to the Plan on account of any such Claim shall, pending surrender, be treated as an undeliverable distribution pursuant to Section 7.12 of the Plan.

(c) In the event any Creditor or Interest Holder is unable to surrender a note or other instrument evidencing a Claim against the Debtor that has been destroyed, lost or stolen, such entity may receive a distribution with respect to such Claim by presenting to the Disbursing Agent, in a form acceptable to the Disbursing Agent: (i) proof of such entity's title to such Claim; (ii) an affidavit to the effect that the same has been lost and after diligent search cannot be located; and (iii) such indemnification as may be required by the Disbursing Agent and all other entities deemed appropriate by the Disbursing Agent from any loss, action, suit or any claim whatsoever which may be made as a result of such entity's receipt of a distribution under the Plan.

(d) All questions or disputes as to validity, form and eligibility of any note or other instrument evidencing a Claim so surrendered shall be resolved by Final Order of the Bankruptcy Court. Neither the Debtor nor the Disbursing Agent shall be under any duty to give notification of defects in such tender or shall incur liability for failure to give notification of such defects.

7.10 Delivery of Distributions. Except as provided in Sections 7.11 and 7.12 of the Plan, distributions to holders of Allowed Claims shall be made: (i) at the addresses set forth on the respective Proofs of Claim filed by such holders; (ii) at the addresses set forth in any written notices of address change delivered to the Disbursing Agent of the date of any related Proof of Claim; or (iii) at the address reflected in the Schedules if no Proof of Claim is filed and the Disbursing Agent has not received a written notice of change of address.

7.11 Undeliverable Distributions.

(a) If the distribution to the holder of any Claim is returned to the Disbursing Agent as undeliverable, no further distribution shall be made to such holder unless and until the Disbursing Agent is notified in writing of such holder's then current address. Undeliverable distributions shall remain in the possession of the Disbursing Agent until the earlier of (i) such time as a distribution become deliverable or (ii) such undeliverable distribution becomes an unclaimed distribution pursuant to Section 7.12 of the Plan.

(b) Nothing contained in the Plan shall require Secured Creditor, the Debtor or the Disbursing Agent to attempt to locate any holder of an Allowed Claim.

7.12 Unclaimed Distributions. Any Cash or other property to be distributed under the Plan shall be retained by the Disbursing Agent if it is not claimed by the entity entitled thereto before the later of (i) six months after the Effective Date or (ii) 60 days after an Order allowing the Claim of that Entity becomes a Final Order and such entity's claim shall be deemed to be reduced to zero.

7.13 Set-offs. The Disbursing Agent may, but shall not be required to set-off against the distributions to be made pursuant to the Plan, the claims, obligations, rights, causes of action and liabilities of any nature that the Debtor may hold against the holder of an Allowed Claim, provided,

however, that neither the failure to effect such a set-off nor the allowance of any claim hereunder shall constitute a waiver or release by the Debtor or the Disbursing Agent of any such claims, obligations, rights, causes of action and liabilities that the Debtor or the Disbursing Agent has or may have against such holder. Parties affected by set-offs will receive a three (3) day notice of such a set-off.

7.14 **Interest on Claims.** Except as otherwise expressly provided for in the Plan, the Confirmation Order, other order of the Bankruptcy Court, or required by applicable bankruptcy law, interest accruing after the Petition Date shall not be paid on any unsecured or under-secured Claims, and no unsecured or under-secured Claimant shall be entitled to be paid interest accruing on or after the Petition Date on any Claim.

7.15 **Procedures for Disputed Claims.** From and after the Effective Date, objections to Claims against the Debtor may be interposed and prosecuted only by a Plan Proponent. Objections to Claims shall be served and filed on or before the Claims Objection Deadline, and objections Administrative Claims shall be served and filed on or before the Administrative Claims Objection Deadline.

ARTICLE VIII

INJUNCTION AND RELEASES

8.1 **Injunction.** Except (a) as otherwise provided in the Plan; or (b) as otherwise provided under the Confirmation Order entered by the Bankruptcy Court, the entry of the Confirmation Order shall forever stay, restrain and permanently enjoin with respect to any claim or interest held as of the Effective Date: (i) the commencement or continuation of any action, the employment of process, or any act to collect, enforce, attach, recover or offset from the Property or property of the Estate that has been, or is to be, distributed under the Plan, and (ii) the creation, perfection or enforcement of any Lien or encumbrance against the Property or any property of the

Estate that has been, or is to be transferred or distributed under the Plan. Except as otherwise provided in the Confirmation Order, entry of the Confirmation Order shall constitute an injunction against the commencement or continuation of any action, the employment of process, or any act, to collect, recover or offset, from the Debtor, from Secured Creditor, from the Disbursing Agent, or from the Property, any claim, obligation or debt against the Debtor that was held by any person or entity as of the Effective Date except pursuant to the terms of the Plan. Pursuant to 11 U.S.C. § 1141(d)(3), the Debtor herein shall not receive a discharge in connection with this liquidating Plan.

8.2 Limitation of Liability. Neither the Debtor, Secured Creditor, the Disbursing Agent nor any of their respective officers, attorneys, directors, or employees (acting in such capacity) nor any professional person employed by any of them (collectively, the **“Released Entities”**), shall have or incur any liability to any entity for any action taken or omitted to be taken in connection with or related to the formulation, preparation, dissemination, Confirmation or consummation of the Plan, except in the case of fraud, gross negligence, willful misconduct, malpractice, breach of fiduciary duty, criminal conduct, unauthorized use of confidential information that causes damages, or ultra vires acts. Nothing in this Section 8.2 shall limit the liability of the Debtor’s professionals pursuant to Rule 1.8(h)(1) of the New York State Rules of Professional Conduct. Nothing in the Plan or the Confirmation Order shall effect a release of any claim by the United States Government or any of its agencies or any state and local authority whatsoever, including, without limitation, any claim arising under the Internal Revenue Code, the environmental laws or any criminal laws of the United States or any state and local authority against the Debtor, Secured Creditor, the Disbursing Agent or any of their respective members, shareholders, officers, directors, employees, attorneys, advisors, agents, representatives and

assigns, nor shall anything in the Plan enjoin the United States or any state or local authority from bringing any claim, suit, action or other proceedings against the Released Entities referred to herein for any liability whatever, including without limitation, any claim, suit or action arising under the Internal Revenue Code, the environmental laws or any criminal laws of the United States or any state or local authority, nor shall anything in the Plan exculpate any party from any liability to the United States Government or any of its agencies or any state and local authority whatsoever, including liabilities arising under the Internal Revenue Code, the environmental laws or any criminal laws of the United States or any state and local authority against the Released Entities referred to herein. Nothing in this section 8.2 of the Plan shall limit the liability of any professionals involved herein for malpractice.

8.3 Plan and Confirmation Order as Release. Except as otherwise provided in the Plan, from and after the Effective Date, a copy of the Confirmation Order and the Plan shall constitute and may be submitted as a complete defense to any claim or liability released pursuant to this Article 8 of the Plan.

8.4 Injunction Against Interference with Plan. Upon entry of the Confirmation Order, all holders of Claims against or Interests in the Debtor and other parties in interest, along with their respective present or former employees, agents, officers, directors, principals, and affiliates, will be enjoined from taking any actions to interfere with the implementation or consummation of the Plan; *provided*, that nothing herein or in the Confirmation Order shall preclude, limit, restrict or prohibit any party in interest from seeking to enforce the terms of the Plan, the Confirmation Order, or any other agreement or instrument entered into or effectuated in connection with the consummation of the Plan.

ARTICLE IX

CONFIRMATION AND CONSUMMATION OF THE PLAN

9.1 **Condition to Confirmation.** The Bankruptcy Court shall have entered the Confirmation Order in form and substance satisfactory to Secured Creditor.

9.2 **Conditions to Effective Date.** The Plan will not become effective and the Effective Date will not occur, and Secured Creditor will not be required to fund any obligations under the Plan, unless and until Secured Creditor is satisfied that:

- (a) The Confirmation Order has become a Final Order.
- (b) The Bankruptcy Court shall have entered the order approving the Sale Transaction in form and substance satisfactory to Secured Creditor.
- (c) All Documents and agreements necessary to effectuate the Sale Transaction have been executed and delivered in form and substance satisfactory to Secured Creditor, and the Sale Transaction shall have closed.

9.3 Each of the conditions to confirmation, the Plan becoming effective, or the occurrence of the Effective Date may be waived in whole or in part solely by the Secured Creditor in its sole discretion without the need for notice or a hearing.

9.4 **Binding Effect.** Subject to the occurrence of the Effective Date, on and after entry of the Confirmation Order, the provisions of the Plan will bind every holder of a Claim against or Interest in the Debtor and inure to the benefit of and be binding on such holder's respective heirs, successors and assigns, regardless of whether the Claim or Interest of such holder is impaired under the Plan and whether such holder accepted the Plan.

ARTICLE X

MISCELLANEOUS PROVISIONS

10.1 **Orders in Aid of Consummation.** Pursuant to sections 105, 1141, 1142 and 1143 of the Bankruptcy Code, the Bankruptcy Court may enter one or more Orders in aid of Confirmation directing the implementation of matters or actions required by the Plan.

10.2 **Compliance with Tax Requirements.** In connection with the Plan, the Debtor, and where applicable, the Disbursing Agent, shall comply with all withholding and reporting requirements imposed by federal, state and local taxing authorities and distributions under the Plan shall be subject to applicable withholding and reporting requirements; providing, however, that the transfer of any Cash, property or other interest hereunder shall not be subject to any federal, state or local tax to the fullest extent provided under section 1146 of the Bankruptcy Code.

10.3 **Due Authorization by Creditors.** Each and every Creditor who elects to participate in the distributions provided for under the Plan warrants that it is the lawful owner of such Claim and is authorized to accept the distributions provided for in the Plan and that there are no outstanding Liens, encumbrances, commitments, agreements, or understandings, express or implied, that may or can in any way defeat or modify the right released, conveyed or modified by the Plan, or obligations undertaken by such Creditor under the Plan.

10.4 **Amendments.** The Plan may be altered, amended or modified by Secured Creditor, in writing, signed by Secured Creditor at any time before the substantial consummation of the Plan, as provided in sections 1101 and 1127 of the Bankruptcy Code and Bankruptcy Rule 3019.

10.5 **Revocation.** Secured Creditor may revoke or withdraw the Plan at any time prior to the Confirmation Date. If the Plan is revoked or withdrawn, or if no Confirmation Order is entered, the Plan shall be null and void, and nothing contained in the Plan shall (i) constitute a waiver or release of any Claims by or against the Debtor, or (ii) prejudice in any manner the rights

of the Debtor in any further proceedings involving the Debtor or its Estate. If the Debtor withdraws as a Plan Proponent under the Plan, Secured Creditor may, in its sole discretion, continue as the sole Plan Proponent, in which case all of the provisions of the Plan remain effective, except that the term “Plan Proponents” shall mean only Secured Creditor.

10.6 Request for Relief Under Section 1129(b). If the Plan is accepted by one or more, but not all impaired Classes of Creditors, the Plan Proponents may request confirmation under section 1129(b) of the Bankruptcy Code, subject to any modification of the Plan pursuant to section 1127 of the Bankruptcy Code and Bankruptcy Rule 3019.

10.7 Filing of Additional Documents. Except as otherwise provided in the Plan, on or before the Effective Date, the Plan Proponents and the Disbursing Agent may file with the Court such agreements and other documents as may be necessary or appropriate to effectuate and further evidence the terms and conditions of the Plan. The Debtor (and not the Disbursing Agent), shall comply with all withholding and reporting requirements imposed by federal, state and local taxing authorities and distributions under the Plan shall be subject to applicable withholding and reporting requirements; provided, however, that the transfer of any Cash, property or other interest hereunder shall not be subject to any federal, state or local tax to the fullest extent provided under section 1146 of the Bankruptcy Code.

10.8 Section Headings. The section headings contained in the Plan are for reference purposes only and shall not affect in any way the meaning or interpretation of the Plan.

10.9 Computation of Time. In computing any period of time prescribed or allowed by the Plan, the provisions of Bankruptcy Rule 9006(a) shall apply.

10.10 Successors and Assigns. The rights, benefits and obligations of any entity named or referred to in the Plan shall be binding on, and shall inure to the benefit of, any heir, executor, administrator, successor or assign of such entity.

10.11 Notices. All notices and other communications to be given or made hereunder shall be in writing and shall be deemed to have been given or made when mailed or as otherwise set forth herein.

If to the Debtor:

500 W 184 LLC
875 East 219th Street
Bronx, New York 10467

with a copy to Counsel to the Debtor:

Warren R. Graham, Esq.
450 Seventh Avenue, Suite 305
New York, New York 10123
showarg@gmail.com

If to Secured Creditor:

Amsterdam Mixed Use LLC
100 Park Avenue, Suite 2805
New York, New York 10017
Attn: Jason Leibowitz
jleibowitz@maverickrep.com

with a copy to Counsel to Secured Creditor:

Amsterdam Mixed Use LLC
c/o Rubin LLC
345 Seventh Avenue, 21st Floor
New York, New York 10004
Attn: Paul Rubin, Esq.
prubin@rubinlawllc.com

If to any Creditor:

At (i) the addresses set forth on the applicable Proofs of Claim filed by such holder, (ii) the addresses set forth in any written notices of address changes delivered to the Disbursing Agent after the date of any written notices of address changes delivered to the Disbursing Agent after the date of any related Proof of Claim, or (iii) the address reflected in the

Schedules if no Proof of Claim is filed and then Disbursing Agent has not received a written notice of a change of address

If to any Entity that has filed a notice of appearance:

At the address set forth on such notice of appearance

10.12 Governing Law. Except to the extent that the Bankruptcy Code or Bankruptcy Rules or other Federal law are applicable, and subject to the provisions of any contract, instrument, release or other agreement or document entered into in connection with the Plan, the rights and obligations arising under the Plan shall be governed by, and construed and enforced in accordance with the laws of the State of New York without giving effect to the principles of conflict of laws thereof.

10.13 Other Actions. Nothing contained herein shall prevent Secured Creditor, the Debtor, the Disbursing Agent or Creditors from taking such actions as may be reasonably necessary to consummate the Plan, although such actions may not specifically be provided for within the Plan.

10.14 No Discharge. Notwithstanding anything to the contrary contained in the Plan or any exhibit or supplement thereto, pursuant to 11 U.S.C. § 1141(d)(3), the Debtor shall not receive a discharge in connection with this liquidating Plan.

10.15 Severability. In the event any provision of the Plan is determined to be unenforceable, such determination shall in no way limit or affect the enforceability and operative effect of any or all other provisions of the Plan.

10.16 Business Day. In the event that the Plan requires an act to be performed on a day that is not a Business Day, such act shall be performed on the first Business Day thereafter.

ARTICLE XI

RETENTION OF JURISDICTION

11.1 **Retention of Jurisdiction.** Notwithstanding the entry of the Confirmation Order or the occurrence of the Effective Date, until the case is closed, the Bankruptcy Court shall retain and have original, but not exclusive, jurisdiction to:

a. Ensure that the Plan is consummated, and to enter an Order pursuant to section 1142(b) of the Bankruptcy Code, to compel the Debtor and any other necessary party to take such action and execute such documents to effectuate the Plan;

b. Allow, disallow, determine, liquidate, classify or establish the priority, secured or unsecured status of any Claim, including, without limitation, the resolution of any request for payment of any Administrative Expense and the resolution of any and all objections to the allowance or priority of Claims;

c. Grant or deny any and all applications for the allowance of compensation or reimbursement of expenses authorized pursuant to the Bankruptcy Code or the Plan, for any period ending on or before the Effective Date;

d. Resolve any motions pending on the Effective Date to assume, assume and assign, or reject any Executory Contract or unexpired lease to which the Debtor is a party or with respect to which the Debtor may be liable and to hear, determine and, if necessary, liquidate, any and all Claims arising therefrom;

e. Ensure that distributions to holders of Allowed Claims are accomplished pursuant to the provisions of the Plan;

f. Decide or otherwise resolve any and all applications, motions, adversary proceedings, contested or litigated matters, and any other matters or grant or deny any applications involving the Debtor that may be pending on the Effective Date;

g. Enter such Orders as may be necessary or appropriate to implement or consummate the provisions of the Plan and all contracts, instruments, releases and other agreements or documents created in connection with the Plan or Disclosure Statement or to enforce all orders, judgments, injunctions, and rulings entered in connection with the Case;

h. Resolve any and all controversies, suits or issues that may arise in connection with the consummation, interpretation or enforcement of the Plan or any Entity's obligations incurred in connection with the Plan;

i. Modify the Plan before or after the Effective Date pursuant to section 1127 of the Bankruptcy Code, and modify the Disclosure Statement or any contract, instrument, release or other agreement or document created in connection with the Plan or Disclosure Statement;

j. Cure any defect or omission or reconcile any inconsistency in any Order, the Plan, the Disclosure Statement or any contract, instrument, release or other agreement or document created in connection with the Plan, to the extent authorized herein or in the Bankruptcy Code;

k. Issue injunctions, enter and implement other Orders or take such other actions as may be necessary or appropriate to restrain interference by any Entity with consummation or enforcement of the Plan;

l. Enter and implement such Orders as are necessary or appropriate if the Confirmation Order is for any reason modified, stayed, reversed, revoked or vacated;

m. Determine any disputed arising under or related to the Plan, including, without limitation, any dispute concerning the scope or effect of any release or discharge provided for by the Plan or the Confirmation Order;

n. Enter and implement such orders as are necessary or appropriate to implement or consummate the proposed sale of the Property.

o. Determine any other matters that may arise in connection with or relate to the Plan, the Disclosure Statement, the Confirmation Order, or any contract, instrument, release or other agreement or document created in connection with the Plan or Disclosure Statement; and

p. Enter an Order or Final Decree concluding the Case.

11.2 **Post-Closing Jurisdiction.** Notwithstanding the entry of a final decree or an Order closing the case, the Bankruptcy Court shall retain jurisdiction to reopen the case for the purpose of enforcing, by injunction or otherwise, the term of the Plan, the Confirmation Order and any Final Decree, including, without limitation, the enforcement of any rights of the Debtor.

ARTICLE XII

CLOSING THE CASE

12.1 **Substantial Consummation.** On the Effective Date, the Plan shall be deemed to be substantially consummated under sections 1101 and 1127(b) of the Bankruptcy Code. The Plan may be altered, amended, modified or withdrawn by Secured Creditor at any time before substantial consummation of the Plan, as provided in sections 1101(a) and 1127 of the Bankruptcy Code and Bankruptcy Rule 3019. 11 U.S.C. § 1127 of the Bankruptcy Code authorizes the proponent of a plan of reorganization to modify such plan at any time prior to confirmation of the plan so long as the plan, as modified, continues to meet certain technical requirements of sections 1122 and 1123 of the Bankruptcy Code with respect to the classification of Claims and Interests and the contents of a plan. Prior to Confirmation, if Plan is modified consistent with the terms hereof, pursuant to section 1127(a) “the plan as modified becomes the plan.” No order of the Court is required to modify the Plan under the terms of section 1127(a); however, the proponent of a modification to a plan must comply with section 1125 of the Bankruptcy Code with respect to the plan as modified. If Secured Creditor revokes or withdraws the Plan, or if no Confirmation Order is entered, the Plan shall be null and void, and nothing contained in the Plan shall constitute a

waiver or release of any Claims by or against, or any Interest in the Debtor in any further proceedings involving the Debtor.

12.2 Closing the Case. Within fourteen (14) days following the full administration of the Debtor's Estate, the Disbursing Agent or the Debtor shall file, on notice to the United States Trustee's Office, an application and proposed order seeking a final decree, closing this case pursuant to Bankruptcy Rule 3022.

12.3 Post-Confirmation Status Reports. The Debtor shall file quarterly post-confirmation status reports and disbursement reports and schedule post-confirmation status conferences until the closing of the Debtor's case by means of a final decree, dismissal or conversion of this case, whichever is earlier.

Dated: October 27, 2021
New York, New York

Amsterdam Mixed Use LLC

By: /s/ Jason Leibowitz
Jason Leibowitz
Manager

500 W 184 LLC

By: /s/ Elizabeth Chery
Elizabeth Chery
Managing Member

Exhibit A

(Bidding Procedures)

**UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK**

----- x
:
In re: : Chapter 11
:
500 W 184 LLC, : Case No.: 21-10392 (MEW)
:
Debtor. :
:
----- x

BIDDING AND AUCTION PROCEDURES

These Terms and Conditions of Sale are promulgated in connection with the sale (the “Sale”) of the real property and the improvements thereon, located at and commonly known as 500 West 184th Street, New York, New York (the “Property”). The seller of the Property is 500 W 184 LLC (the “Debtor”). The sale of the Property shall be conducted pursuant to sections 363(f), 1123(a)(5)(D), and 1141(c) of the Bankruptcy Code and the *Amended Joint Plan of Reorganization for 500 W 184 LLC* (the “Plan”) proposed by the Debtor and Amsterdam Mixed Use LLC (“Amsterdam Lender,” and together with the Debtor, the “Plan Proponents”).

- A. Time and Place of Auction. The sale of the Property shall be pursuant to an auction (the “Auction”) held on [], 2021 at [] at the offices of [], or telephonically in accordance with telephonic procedures to be implemented in the sole discretion of Amsterdam Lender in consultation with its professionals, with notice of such procedures given to all interested parties prior to the Auction. Marcus & Millichap Real Estate Investment Services Inc. and Maltz Auctions, Inc. will serve as real estate brokers (collectively, the “Broker”) to market the Property.
- B. Sale Free and Clear of Liens. The sale of the Property shall be free and clear of all liens, claims, encumbrances, equities and interests, of any nature or kind, other than permitted encumbrances consented to by Amsterdam Lender. In Amsterdam Lender’s sole discretion, the Property may be transferred subject to Amsterdam Lender’s existing mortgage lien(s) of record; provided however, that if Amsterdam Lender elects, before the auction, to offer a Qualified Bidder the opportunity to take assignment of its mortgage, then Amsterdam Lender must make that opportunity available to all Qualified Bidders. All liens and encumbrances upon the Property shall remain in effect until the closing of the sale, and at closing shall be transferred to and attach to the net proceeds of the sale in the same priority that existed immediately before the closing and disbursed pursuant to the provisions of the Plan.
- C. Stalking Horse Bidder. Amsterdam Lender, or its designee, will act as the stalking horse bidder in connection with the Auction and enter into a purchase agreement (the “Stalking Horse Agreement”), which will be subject to higher or better offers at the Auction, to establish the minimum bid for the Property at the Auction. The

Stalking Horse Agreement will provide for a purchase price in the form of an initial credit bid in the amount of \$2,505,309.03.

- D. Bid Qualifications. Any potential bidder, other than Amsterdam Lender, who wishes to submit a bid with respect to the Property must demonstrate to the satisfaction of the Plan Proponents that such potential bidder is a “Qualified Bidder.” Amsterdam Lender is a Qualified Bidder without the need to satisfy the requirements to be a Qualified Bidder otherwise set forth herein. A Qualified Bidder is a potential bidder who delivers to counsel for the Plan Proponents and the Broker a written and signed, binding offer **on or before the Bid Deadline** (as defined below) that:
- (i) states that the bidder has entered or will enter into a legally binding purchase and sale agreement (“PSA”) for the acquisition of the Property on terms and conditions reasonably acceptable to the Plan Proponents (as determined by the Plan Proponents in their reasonable business judgment);
 - (ii) states the bidder’s offer is irrevocable, and not contingent until the closing of the purchase of the Property if such bidder is the Successful Bidder (as hereinafter defined);
 - (iii) does not request or entitle the bidder to any transaction or break-up fee, expense reimbursement or similar type of payment;
 - (iv) does not contain any financing contingencies or any other contingencies;
 - (v) fully discloses the identity of each entity that will be bidding for the Property (the “Potential Bidder”) or otherwise participating in connection with such bid on behalf of the Potential Bidder, the terms of any such participation (including, if the Potential Bidder is an entity formed for the purpose of consummating the proposed transaction contemplated by the bid, the equity holder or other financial backer), the Potential Bidder’s address, telephone number and email address where the bidder may be contacted;
 - (vi) is accompanied by evidence that a good faith deposit in the amount of 10% of the Potential Bidder’s bid (the “Bid Deposit”), in immediately available funds, has been made (or is concurrently being made) by wire transfer to Law Office of Warren R. Graham, as escrow agent (the “Escrow Agent”), pursuant to wire instructions to be provided by the Debtor, and acknowledges that the Bid Deposit shall be held by the Escrow Agent in a non-interest bearing, segregated, account of the Escrow Agent for the Debtor’s estate in accordance with the terms hereof;
 - (vii) states that the bidder is financially capable of consummating the transaction contemplated by the bidder’s bid and any increased or modified bid that may be made at the Auction;

- (viii) is accompanied by financial information satisfactory to the Plan Proponents which fairly and reasonably demonstrates the Potential Bidder's ability (and the sources of the Potential Bidder's ability) to close on its purchase of the Property if the Potential Bidder should be the Successful Bidder, in an amount at least as much as its bid as necessary to consummate the transaction contemplated by the bidder's bid and any increased or modified bid that may be made at the Auction;
- (ix) includes an executed original of these Terms and Conditions of Sale acknowledging and agreeing to these Terms and Conditions of Sale, including the following:
 - (a) the Potential Bidder must disclose whether it is a partner, officer, director, stockholder, agent, employee or insider of the Debtor, the Debtor's principals, the Broker, Amsterdam Lender, Amsterdam Lender's principals or any relative of any of the foregoing;
 - (b) the Potential Bidder relied solely on its own independent investigation, analysis, appraisal and evaluation of the Property and it did not rely upon and did not receive any written or oral statements, representations, warranties, promises or guarantees whatsoever, whether express or implied or by operation of law or otherwise, with respect to the Property and waives any and all claims against the Plan Proponents and Broker; and
 - (c) the Potential Bidder's bid is irrevocable until the earlier of the Closing Date (as defined herein) or until its bid is affirmatively rejected;
 - (d) the Potential Bidder is financially able to acquire the Property in cash, without contingencies as to financing and/or additional due diligence;
 - (e) the Potential Bidder, if it is the Successful Bidder, will complete the Sale in accordance with the timing set forth in these Terms and Conditions of Sale;
 - (f) the Potential Bidder's offer shall not be binding prior to the time that the Auction is conducted and the Sale of the Property approved by the Bankruptcy Court;
 - (g) includes evidence of authorization and approval from the bidder's board of directors (or comparable governing body) to purchase the property pursuant to its bid at the Auction; and
 - (h) contains other information reasonably requested by the Plan Proponents and/or the Broker.

A competing bid meeting the above requirements shall constitute a “Qualified Bid.” The Plan Proponents, in consultation with the Broker, shall make a determination regarding whether a bid is a Qualified Bid and the Broker shall notify bidders whether their bids have been determined to be qualified by no later than _____, 2021, at 4:00 p.m. (prevailing Eastern Time).

- E. Other Asset Included in Sale. In addition to the Property, the Sale will also include all right, title, and interest of the Debtor or its estate in any claim or cause of action it may have against any tenant, subtenant, and/or holdover tenant of the Property.
- F. Bidding. The opening bid at the Auction shall be credit bid of Amsterdam Lender in the amount of \$2,505,309.03, with subsequent bids to be made in \$25,000.00 increments. Each bid made by a Qualified Bidder at the Auction must continue to meet, satisfy or comply with the requirements of a Qualified Bid, other than those applicable to the submission of an initial Qualified Bid.
- G. Credit Bid. Amsterdam Lender’s credit bid in the amount of \$2,505,309.03, also includes, Amsterdam Lender’s agreement to pay senior tax liens, claims and encumbrances having priority over its mortgage at closing. Amsterdam Lender’s credit bid does not constitute an admission by Amsterdam Lender of the amount of its allowed secured claim.
- H. Adjournment and Cancellation of Auction. Amsterdam Lender reserves the right, in its business judgment, to make one or more adjournments to, or cancel, the Auction to, among other things (i) facilitate discussions between the Plan Proponents, on the one hand, and one or more Qualified Bidders, on the other hand, (ii) allow the Plan Proponents and/or Qualified Bidders to consider how they wish to proceed, (iii) give Qualified Bidders the opportunity to provide the Plan Proponents with such additional documentation or information as the Plan Proponents in their business judgment may require to determine such Qualified Bidder’s ability to close the Sale, or (iv) facilitate higher or better bids.
- I. Successful Bidder and Backup Bidder. At the Auction, once a bidder is determined by the Plan Proponents, in consultation with their professionals, to have made the highest or best offer for the Property (the “Successful Bidder”), bidding shall be deemed closed and no additional bids will be considered. The bidder with the next highest or best bid submitted at the Auction, as determined by the Plan Proponents, in consultation with their professionals, shall be the “Backup Bidder.” In determining the Successful Bidder and the Backup Bidder, the Plan Proponents may consider, without limitation, (i) the amount of the purchase price offered, (ii) the form of consideration offered, (iii) the Qualified Bidder’s ability to close the Sale at the amount of its last bid made at the Auction, and the timing thereof, (iv) indicia of good faith on the part of the Qualified Bidder, (v) the terms and conditions of the Qualified Bidder PSA, and (vi) the net benefit to the Debtor’s estate.

- J. Successful Bidder Additional Deposit. Within one business day after the Successful Bidder is determined, the Successful Bidder (except for the Plan Proponent's designee) shall be required to increase the Bid Deposit to an amount equal to ten percent (10%) of the purchase price of the winning bid (the "Purchase Price"), which amount shall serve as a good faith deposit against payment of the Purchase Price, **TIME BEING OF THE ESSENCE AS TO THE SUCCESSFUL BIDDER'S OBLIGATION TO INCREASE THE DEPOSIT.** Within two (2) business days after the conclusion of the Auction, the Debtor's counsel will return the Bid Deposits to all other bidders, other than the Backup Bidder (as defined below).
- K. Sale Hearing. The auction sale of the Property is subject to entry of an order of the Bankruptcy Court approving the results of the auction and the sale to the Successful Bidder. A hearing to consider approval of the Sale of the Property to the successful bidder (the "Sale Hearing") is scheduled to take place on [], 2021 at [], prevailing Eastern Time, or as soon thereafter as counsel may be heard, before the Honorable Michael E. Wiles, United States Bankruptcy Judge, United States Bankruptcy Court for the Southern District of New York, One Bowling Green, New York, New York 10004, or as otherwise ordered by the Bankruptcy Court. The Sale Hearing may be adjourned or rescheduled without notice by an announcement of the adjourned date at the Sale Hearing or by filing a notice on the docket of the Debtor's case. At the Sale Hearing, the Plan Proponents shall present the Successful Bid to the Bankruptcy Court for approval.
- L. Sale Order. The sale approval order (the "Sale Order") shall approve the Sale free and clear of all liens, claims, encumbrances and adverse interests as described in the Plan, and in connection therewith, the Sale Order shall contain the following findings of fact and conclusions of law: (i) that the terms of the Sale are fair and reasonable, (ii) that the Sale, and the Purchaser's purchase, of the Property pursuant to the Plan, is non-collusive, fair and reasonable and was conducted openly and in good faith, (iii) that the transfer of the Property to the Purchaser represents an arm's-length transaction and was negotiated in good faith between the parties, (iv) that the Purchaser, as transferee of the Property, is a good faith Purchaser under Bankruptcy Code section 363(m) and, as such, is entitled to the full protection of Bankruptcy Code section 363(m), (v) the sale of the Property to the Purchaser was not controlled by an agreement among potential purchasers, and (vi) that no cause of action exists against the Purchaser or with respect to the sale of the Property to the Purchaser under Bankruptcy Code section 363(n).
- M. Closing. The Successful Bidder must pay the balance of the Purchase Price for the Property (the difference between the amount of the successful bid and the Bid Deposit as increased by the supplemental deposit in Paragraph J above) to counsel for the Debtor in full in cash at the closing of title to the Property (the "Closing"). The Successful Bidder must close title to the Property at a date mutually acceptable to the Successful Bidder and the Plan Proponents (the "Closing Date") that is no more than twenty-one (21) days after the Sale Order is entered, **TIME BEING OF THE ESSENCE** as to the Successful Bidder, although such date may be extended

solely by Amsterdam Lender. The Successful Bidder will pay all costs and expenses in connection with the Closing related to obtaining fee title insurance, title company endorsement, and search and escrow charges. The Successful Bidder will also be responsible for the completion of ACRIS forms and the preparation of all Closing documents required. All title exceptions customarily omitted from a title policy on account of a title affidavit of seller will be deemed to be "permitted encumbrances" for the purpose of the Closing.

- N. Exemption from Transfer Tax. Under the Plan, to the maximum extent provided by section 1146(a) of the Bankruptcy Code, the issuance, transfer, or exchange of any security and the making or delivery of any instrument of transfer under the Plan (including an instrument of transfer executed in furtherance of the Sale), shall not be subject to tax under any law imposing a stamp tax, real estate transfer tax, mortgage recording tax, mansion tax, or similar tax due on the sale of the Property in connection with or in furtherance of the Plan.
- O. Damages for Buyer's Failure to Close. **TIME IS OF THE ESSENCE AS AGAINST THE SUCCESSFUL BIDDER AND THE FAILURE OF THE SUCCESSFUL BIDDER TO EITHER TIMELY PAY THE ADDITIONAL BID DEPOSIT OR TIMELY CLOSE FOR ANY REASON WHATSOEVER (EXCEPT AS OTHERWISE PROVIDED BELOW), INCLUDING ITS FAILURE TO PAY THE BALANCE OF THE PURCHASE PRICE ON THE CLOSING DATE, WILL RESULT IN THE RETENTION OF THE DEPOSIT BY PLAN PROPONENTS AS LIQUIDATED DAMAGES SUBJECT TO AMSTERDAM LENDER'S LIEN AND THE TERMINATION OF THE SUCCESSFUL BIDDER'S RIGHT TO ACQUIRE THE PROPERTY.** The Successful Bidder shall be obligated to close title to the Property and there is no contingency of any kind or nature that will permit the Successful Bidder to cancel or avoid its obligation under these Terms and Conditions of Sale other than the inability to deliver a bargain and sale deed without covenants against grantor's acts to the Property. Expenses incurred by the Successful Bidder, or any competing bidder relating to any due diligence, such as obtaining title reports or environmental inspections, shall be the sole responsibility of such bidder, and under no circumstances shall the Plan Proponents or the Plan Proponents' professionals be responsible for, or pay, such expenses.
- P. Backup Bidder. In the event that the Successful Bidder fails to tender the payment of the balance of the Purchase Price on the Closing Date, or otherwise perform any of its obligations under these Terms and Conditions of Sale, the Plan Proponents, at their sole option, shall be authorized to sell the Property to the Backup Bidder without any further notice, and without giving credit for the deposit forfeited by the Successful Bidder, and upon such other terms and conditions as the Plan Proponents deem appropriate. Should the Backup Bidder fail to close on the Property, within such time as the parties may agree but not to exceed thirty (30) days after notice from the Plan Proponents to the Backup Bidder, the Plan Proponents shall be authorized to sell the Property to the next highest or best bidder, without the necessity of any further notice. All bidders will be bound by these Terms and

Conditions of Sale, including, without limitation, those items set forth in the paragraphs above, except that the Backup Bidder must close within thirty (30) days of notification that its bid is accepted, **TIME BEING OF THE ESSENCE** as to the Backup Bidder.

- Q. As Is Sale. The Property is being sold free and clear of all liens, claims, and encumbrances, with any such liens, claims and encumbrances to attach to the net proceeds of sale after deduction of any expenses of sale. Furthermore, the Property is being sold “AS IS,” “WHERE IS,” “WITH ALL FAULTS,” without any representations, covenants, guarantees or warranties of any kind or nature whatsoever and subject to, among other things, (i) any state of facts that an accurate survey may show; (ii) any covenants, restrictions and easements of record; (iii) any state of facts a physical inspection may show; (iv) any building or zoning ordinances or other applicable municipal regulations and violations thereof; and (v) environmental conditions, including, without limitation, the Property’s compliance (or lack of compliance) with environmental laws and the presence or absence of underground fuel storage tanks, any hazardous materials or asbestos anywhere on the Property. By delivering its respective Bid Deposit, each bidder is deemed to have acknowledged that it has had the opportunity to review and inspect the Property, the state of title thereof and laws, rules and regulations applicable thereto, and will rely solely thereon and on its own independent investigations and inspections of the Property in making its bid. Neither the Plan Proponents nor any of their representatives make any representations or warranties with respect to the permissible uses of the Property, including but not limited to, the zoning of the Property. All bidders are deemed to have acknowledged that they have conducted their own due diligence in connection with the Property, and are not relying on any information provided by the Debtor, Amsterdam Lender, or their professionals.
- R. Deed. The Debtor shall convey the Property by delivery of a bargain and sale deed without covenants against grantor’s acts.
- S. Auctioneer. Maltz Auctions, Inc. will serve as auctioneer to conduct the Auction, if held.
- T. Seller’s Failure to Close. If the Debtor is unable to deliver title to the Property in accordance with these Terms and Conditions of Sale for any reason whatsoever or in the event that the Bankruptcy Court refuses to approve the sale of the Property pursuant, the Plan Proponents’ only obligation will be to refund the Bid Deposit to the Successful Bidder, and upon such refund, the Successful Bidder will have no claim or recourse against the Plan Proponents or their respective professionals.
- U. Right to Withdraw Sale. Amsterdam Lender reserves its right to withdraw the Property from the Sale prior to the hearing to consider approval of the Sale for any reasonable reason, as Amsterdam Lender deems necessary or appropriate.
- V. Bankruptcy Court Jurisdiction. The Bankruptcy Court shall determine any disputes concerning the Sale of the Property. By participating in the Sale, all bidders consent

to the jurisdiction of the Bankruptcy Court to determine such disputes under the Debtor's pending chapter 11 case.

- W. Reservation of Rights. Amsterdam Lender is authorized to amend and modify these Terms and Conditions of Sale to impose additional terms and conditions on the proposed Auction and Sale of the Property, or to modify or eliminate any of the terms and conditions contained herein if, (i) in Amsterdam Lender's reasonable judgment, such modifications would be in the best interest of maximizing value from the Sale and promote an open and fair Auction and Sale process, and (ii) such modifications and/or additional terms and conditions are not materially inconsistent with the provisions of these Terms and Conditions of Sale.

I have read these Terms and Conditions and agree to be bound by them. **(Please print clearly)**

Date: _____

Bidder: _____

Signature: _____

Title: _____

Address: _____

E-Mail: _____

Phone No.: _____

Attorney Info: _____

EXHIBIT B

(LIQUIDATION ANALYSIS)

500 W 184 LLC
Case No. 21-10392 (MEW)

Liquidation Analysis

This Liquidation Analysis compares the potential distributions to creditors under chapter 7 of the Bankruptcy Code and the proposed distributions under the *Joint Plan of Reorganization for 500 W 184 LLC* (the “Plan”) proposed by Amsterdam Mixed Use LLC (“Amsterdam Lender”) and 500 W 184 LLC (the “Debtor,” and together with Amsterdam Lender, the “Plan Proponents”). Capitalized terms not defined herein shall have the meaning ascribed to them in the Plan.

Potential Distribution In A Chapter 7 Liquidation		
Assets		
Remaining Cash (as of 7/31/21)	\$1,641.00	
Property	\$2,757,898.15	
Total Assets	\$2,759,539.15	
Estimated Administrative and Priority Tax Claims		
Chapter 7 Trustee Fees	\$101,399.05	
Chapter 7 Professional Fee Claims	\$25,000.00	
Chapter 11 Professional Fee Claims	\$45,000.00	
Administrative Tax Claims	\$0.00	
Priority Tax Claims	\$0.00	
Other Priority Claims	\$0.00	
Total Est. Admin. and Priority Tax Claims	\$171,399.05	
Estimated Secured Claims		
New York City Secured Claims	\$55,710.60	
Amsterdam Secured Claim	\$2,757,898.15 ²	
Total Est. Secured Claims	\$2,813,608.75	
Total Administrative, Priority and Secured Claims	\$2,986,007.80	
Available Distribution to General Unsecured Claims	\$0.00	0% distribution

² This is an estimated amount as of September 14, 2021. Amsterdam’s allowed secured claim is capped at the full amount of the purchase price at the auction.

Proposed Distributions Under Plan Proponent's Chapter 11 Plan		
Assets		
Remaining Cash (as of 7/31/21)	\$1,641.00	
Property	\$2,757,898.15	
Total Assets	\$2,759,539.15	
Estimated Administrative and Priority Tax Claims		
Statutory Fees	\$22,000.00	
Administrative Claims	\$0.00	
Professional Fee Claims	\$45,000.00	
Administrative Tax Claims	\$0.00	
Priority Tax Claims	\$0.00	
Total Est. Admin. and Priority Tax Claims	\$67,000.00	
Estimated Plan Distributions		
Class 1 Other Priority Claims	\$0.00	
Class 2 New York City Secured Claims	\$55,710.60	
Class 3 Receivership Claims	\$15,000.00	
Class 4 Secured Creditor's Secured Claim	\$2,757,898.15	
Class 5 General Unsecured Claims	\$20,000.00	*pro rata distribution of 8%
Class 6 Equity Interests	\$0.00	